

PRELIMINARY OFFICIAL STATEMENT DATED FEBRUARY 2, 2026

NEW ISSUE – Book-Entry-Only

Ratings: S&P _____
Oklahoma #1

*It is anticipated that prior to the delivery of the Bonds, Bond Counsel will render an opinion that under existing statutes and court decisions and assuming continuing compliance with certain tax covenants described herein, (i) interest on the 2026A Bonds is excluded from gross income for Federal income tax purposes pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the “Code”), and (ii) interest on the 2026A Bonds is not treated as a preference item in calculating the alternative minimum tax imposed on individuals under the Code; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on corporations for tax years beginning after December 31, 2022. **Interest on the 2026B Bonds is included in gross income for Federal income tax purposes.** In the opinion of Bond Counsel, interest on the 2026A Bonds and the 2026B Bonds is exempt from State of Oklahoma income tax under existing law. The 2026A Bonds will not be designated by the School District as “qualified tax-exempt obligations” within the meaning of Section 265(b) of the Code. See “TAX MATTERS RESPECTING THE 2026A BONDS” and “TAX MATTERS RESPECTING THE 2026B BONDS” herein.*

**INDEPENDENT SCHOOL DISTRICT NUMBER 8
COMANCHE COUNTY, OKLAHOMA
(Lawton School District)**

**\$10,935,000
General Obligation Bonds
Series 2026A**

**\$470,000
General Obligation Bonds
Taxable Series 2026B**

Dated: March 1, 2026

Due: March 1, As Shown Below

Interest on the \$10,935,000 Independent School District Number 8, Comanche County, Oklahoma, General Obligation Bonds, Series 2026A (the “2026A Bonds”) and its \$470,000 General Obligation Bonds, Taxable Series 2026B (the “2026B Bonds”) (collectively, the “Bonds” or “2026 Bonds”) will accrue from March 1, 2026, (the “Dated Date”) and will be payable March 1 and September 1 of each year commencing March 1, 2027, and will be calculated on the basis of a 360-day year consisting of twelve 30-day months. The definitive Bonds will be initially registered and delivered only to Cede & Co., the nominee of the Depository Trust Company (“DTC”) pursuant to the Book-Entry-Only System described herein. Beneficial ownership of the Bonds may be acquired in denominations of \$5,000 or integral multiples thereof. No physical delivery of the Bonds will be made to the owners thereof. Principal of, premium, if any, and interest on the Bonds will be payable by the Paying Agent/Registrar to Cede & Co., which will make distribution of the amounts so paid to the participating members of DTC for subsequent payment to the beneficial owners of the Bonds. See “The Bonds – Book Entry System” herein. The initial Paying Agent/Registrar is BancFirst (the “Paying Agent/Registrar”).

The 2026 Bonds constitute direct and general obligations of Independent School District No. 8 of Comanche County, Oklahoma, payable from ad valorem taxes levied against all taxable property located therein, excepting exemptions, without limitation as to rate or amount. The 2026 Bonds are being issued in accordance with the provisions contained in the Oklahoma Constitution, and laws of the State of Oklahoma supplementary and amendatory thereto.

\$10,935,000 General Obligation Bonds Series 2026A					\$470,000 General Obligation Bonds Taxable Series 2026B				
<u>Maturity</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Yield</u>	<u>CUSIP 200003</u>	<u>Maturity</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Yield</u>	<u>CUSIP 200003</u>
3-1-2028	\$2,380,000	%	%		3-1-2028	\$470,000	%	%	
3-1-2029	2,850,000	%	%						
3-1-2030	2,850,000	%	%						
3-1-2031	2,855,000	%	%						

The 2026 Bonds are offered subject to the approval of legality by the Attorney General of the State of Oklahoma and The Public Finance Law Group PLLC, Oklahoma City, Oklahoma, Bond Counsel. It is anticipated that the 2026 Bonds in definitive form will be available for delivery on or about March 25, 2026.

**Financial Advisor
BOK Financial Securities, Inc.**

Official Statement Dated February __, 2026

REGARDING USE OF THE OFFICIAL STATEMENT

This Official Statement does not constitute an offer to sell or a solicitation of an offer to buy within any jurisdiction to any person to whom it is unlawful to make such offer or solicitation within such jurisdiction. In connection with the offering of the 2026 Bonds, no dealer, salesman or any other person has been authorized to give any information or to make any representation other than contained herein. If given or made, such information or representation must not be relied upon.

The information contained in this Official Statement, including the cover page and exhibits hereto, has been obtained from public officials, official records and from other sources which are deemed to be reliable. No representation or warranty is made, however, as to the accuracy or completeness of such information and nothing contained in this Official Statement is or shall be relied upon as a promise or representation by the Financial Advisor. The delivery of this Official Statement does not at any time imply that information contained herein is correct as of any time subsequent to its date.

Any statements, contained in this Official Statement involving matters of opinion, estimations or projections, whether or not expressly so stated, are intended as such and not as representations of facts. This Official Statement shall not be construed as a contract or agreement between the Board of Education of Independent School District No. 8 of Comanche County, Oklahoma, (the "School District") and the purchasers, holders or beneficial owners of any of the 2026 Bonds.

THIS PRELIMINARY OFFICIAL STATEMENT IS DEEMED TO BE FINAL (EXCEPT FOR PERMITTED OMISSIONS) BY THE SCHOOL DISTRICT FOR PURPOSES OF COMPLYING WITH RULE 15c2-12 OF THE SECURITIES AND EXCHANGE COMMISSION.

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OFFICIAL STATEMENT

INDEPENDENT SCHOOL DISTRICT NO. 8 COMANCHE COUNTY, OKLAHOMA (Lawton School District)

relating to

**\$10,935,000 General Obligation Bonds, Series 2026A
and
\$470,000 General Obligation Bonds, Taxable Series 2026B**

INTRODUCTION

Independent School District No. 8 of Comanche County, Oklahoma, also known as the Lawton School District (the "School District") is issuing its \$10,935,000 General Obligation Bonds, Series 2026A (the "2026A Bonds") and its \$470,000 General Obligation Bonds, Taxable Series 2026B (the "2026B Bonds") (collectively, the "Bonds" or "2026 Bonds") to provide funds for the purpose of acquiring capital improvements and equipment within and for the benefit of the School District. The 2026 Bonds are being issued in accordance with the provisions of the Oklahoma Constitution and laws of the State of Oklahoma supplementary and amendatory thereto. The 2026 Bonds constitute direct and general obligations of the School District payable from ad valorem taxes levied against all taxable property, excepting exemptions, located therein without limitation as to rate or amount.

The School District, the tenth largest in the State of Oklahoma, is located in the southwest part of the state approximately 87 miles southwest of Oklahoma City. The School District, encompassing approximately 182 square miles, serves the City of Lawton (estimated 2024 population of 90,027 according to the U.S. Census Bureau), the County Seat of Comanche County, and the surrounding rural area in Comanche County. The U.S. Census Bureau estimated the 2024 population of the School District to be approximately 86,404.

The School District has included herein, as Appendix A, a copy of its Financial Statements as of June 30, 2024 together with Auditor's Report. Appendix A should be read in its entirety.

THE BONDS

Description

The 2026 Bonds shall bear interest at the rates and mature on the dates as shown on the cover of this Official Statement. Interest on the Bonds will accrue from March 1, 2026, and will be payable March 1 and September 1 of each year commencing March 1, 2027, and will be calculated on the basis of a 360-day year consisting of twelve 30-day months. The definitive Bonds will be initially registered and delivered only to Cede & Co., the nominee of the Depository Trust Company ("DTC") pursuant to the Book-Entry-Only System described herein. Beneficial ownership of the Bonds may be acquired in denominations of \$5,000 or integral multiples thereof. No physical delivery of the Bonds will be made to the owners thereof. Principal of, premium, if any, and interest on the Bonds will be payable by BancFirst, as paying agent and registrar (the "Paying Agent/Registrar") to Cede & Co., which will make distribution of the amounts so paid to the participating members of DTC for subsequent payment to the beneficial owners of the Bonds. See "The Bonds – Book Entry System" herein.

Record Date

The record date ("Record Date") for the interest payable on the Bonds on any interest payment date means the close of business on the 15th day preceding any interest payment date.

No Redemption Prior to Maturity

The 2026 Bonds are not subject to redemption prior to maturity.

Registration

The 2026 Bonds will be initially registered in the name of Cede & Co., as nominee of DTC. DTC will act as securities depository for the 2026 Bonds. Individual purchases may be made in book entry form only, in the principal amount of \$5,000 and integral multiples thereof. Purchasers will not receive certificates representing their interest in the 2026 Bonds purchased. See “Book-Entry System” below.

The 2026 Bonds are transferable by their registered owner(s) in person or by their attorney(-ies) duly authorized in writing at the principal office of the Paying Agent/Registrar but only in the manner, subject to the limitations and upon payment of the charges provided in the Indenture, and upon surrender and cancellation of the 2026 Bond(s). Upon such transfer a new Bond or Bonds of the same maturity or maturities, interest rate or rates and of authorized denomination or denominations, for the same aggregate principal amount, will be issued to the transferee in exchange therefor. The School District and the Paying Agent/Registrar may deem and treat the registered owner(s) as the absolute owner(s) (whether or not the 2026 Bond(s) shall be overdue) for the purpose of receiving payment thereof and for all other purposes and neither School District nor Registrar shall be affected by any notice to the contrary.

Book-Entry System

The information in this section concerning DTC and DTC’s book-entry system has been obtained from DTC, and none of the School District, the Financial Advisor, the Paying Agent/Registrar or the Underwriters take any responsibility for the accuracy thereof.

DTC will act as securities depository for the 2026 Bonds. The 2026 Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC’s partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered 2026 Bond certificate will be issued for each maturity of the 2026 Bonds, each in the aggregate principal amount of such maturity, and will be deposited with DTC at the office of the Paying Agent/Registrar on behalf of DTC utilizing the DTC FAST system of registration.

DTC, the world’s largest depository, is a limited-purpose trust company organized under the New York Banking Law, a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code, and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 2 million issues of U.S. and non-U.S. equity, corporate and municipal debt issues, and money market instruments from over 85 countries that DTC’s participants (“Direct Participants”) deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities through electronic computerized book-entry transfers and pledges between Direct Participants’ accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation (“DTCC”). DTCC, in turn, is owned by a number of Direct Participants of DTC and Members of the National Securities Clearing Corporation, Government Securities Clearing Corporation, MBS Clearing Corporation, and Emerging Markets Clearing Corporation, (NSCC, GSCC, MBSCC, and EMCC, also subsidiaries of DTCC), as well as by the New York Stock Exchange, Inc., the American Stock Exchange LLC and the National Association of Securities Dealers, Inc. Access to the DTC system is also available to others such as U.S. and non-U.S. securities brokers and dealers, banks, trust companies and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). DTC has a rating of “AA+” from S&P Global Ratings, a Standard and Poor’s Financial Services LLC business. The DTC rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchases of 2026 Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the 2026 Bonds on DTC's records. The ownership interest of each actual purchaser of each 2026 Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the 2026 Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the 2026 Bonds, except in the event that use of the book-entry system for the 2026 Bonds is discontinued.

To facilitate subsequent transfers, all 2026 Bonds deposited by Direct Participants with DTC (or the Paying Agent/Registrar on behalf of DTC utilizing the DTC FAST system of registration) are registered in the name of DTC's partnership nominee, Cede & Co or such other name as may be requested by an authorized representative of DTC. The deposit of 2026 Bonds with DTC (or the Paying Agent/Registrar on behalf of DTC utilizing the DTC FAST system of registration) and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the 2026 Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such 2026 Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Redemption notices shall be sent to DTC. If less than all the 2026 Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor such other DTC nominee) will consent or vote with respect to the 2026 Bonds unless authorized by a Direct Participant in accordance with DTC's Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the School District as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the 2026 Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions and dividend payments on the 2026 Bonds will be made to Cede & Co. or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the School District or the Paying Agent/Registrar on the payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Paying Agent/Registrar or the School District, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions and dividend payments on the 2026 Bonds to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the School District or the Paying Agent/Registrar, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as securities depository with respect to the 2026 Bonds at any time by giving reasonable notice to the School District or the Paying Agent/Registrar. Under such circumstances, in the event that a successor securities depository is not obtained, 2026 Bond certificates are required to be printed and delivered.

The School District may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, 2026 Bond certificates will be printed and delivered to DTC.

The School District, Financial Advisor, Bond Counsel, the Paying Agent/Registrar and the Underwriters cannot and do not give any assurances that the DTC Participants will distribute to the Beneficial Owners of the 2026 Bonds: (i) payments of principal of or interest on the 2026 Bonds; (ii) certificates representing an ownership interest or other confirmation of Beneficial Ownership interests in the 2026 Bonds; or (iii) redemption or other notices sent to DTC or its nominee, as the Registered Owners of the 2026 Bonds; or that they will do so on a timely basis or that DTC or its participants will serve and act in the manner described in this official statement. The current "Rules" applicable to DTC are on file with the Securities and Exchange Commission and the current "Procedures" of DTC to be followed in dealing with DTC Participants are on file with DTC.

None of the School District, Financial Advisor, Bond Counsel, the Paying Agent/Registrar or the Underwriters will have any responsibility or obligation to such DTC Participants (Direct or Indirect) or the persons for whom they act as nominees with respect to: (i) the 2026 Bonds; (ii) the accuracy of any records maintained by DTC or any DTC Participant; (iii) the payment by any DTC Participant of any amount due to any Beneficial Owner in respect of the principal amount of or interest on the 2026 Bonds; (iv) the delivery by any DTC Participant of any notice to any Beneficial Owner which is required or permitted under the terms of the Bond Indenture to be given to Registered Owners; (v) the selection of the Beneficial Owners to receive payment in the event of any partial redemption of the 2026 Bonds; or (vi) any consent given or other action taken by DTC as Registered Owner.

CUSIP numbers have been assigned to the Bonds by CUSIP Global Services, which is managed on behalf of the American Bankers Association by S&P Global Market Intelligence, a part of S&P Global Inc., and are included solely for the convenience of the purchasers of the Bonds. None of the School District, Financial Advisor, Bond Counsel, the Paying Agent/Registrar or the Underwriters shall be responsible for the selection or correctness of the CUSIP numbers. Neither the failure to print such numbers on any Bonds, nor any error in the printing of such numbers shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and payment for any Bonds.

In reading this Official Statement, it should be understood that while the 2026 Bonds are in the Book Entry system, references in other sections of this Official Statement to Registered Owner should be read to include the Beneficial Owners of the 2026 Bonds, but: (i) all rights of ownership must be exercised through DTC and the Book Entry system; and (ii) notices that are to be given to Registered Owners by the School District or the Paying Agent/Registrar will be given only to DTC.

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Security for the Bonds

The Bonds are payable from ad valorem taxes levied annually on all taxable property, **without limitation as to rate or amount**, within the School District including real, personal and public service property, and any other monies available for such purpose. Pursuant to Oklahoma statutes, the Assessor is required to reassess the property within the County at least once each five years. The School District is required to pay a portion of the cost of such reassessment. The current assessment ratios for Comanche County are shown below:

	<u>Comanche County</u>
Real Estate	11.25%
Personal	11.25%
Public Service Property*	22.85%

Source: Comanche County Assessor.

The ad valorem tax rates are set by determining the actual dollars of revenues required for payment of principal and interest payments on indebtedness and judicial judgments. Such total amount may be reduced by any surplus from the prior fiscal year and any contribution made into the Sinking Fund. To the resulting net requirements, a reserve for delinquent taxes, in an amount of not less than 5% nor more than 20% of the net required tax collection, shall be added to the required collections. Such final total requirements shall then be divided by the total net assessed valuation of all real, personal and public service property in order to determine the appropriate tax rate for each property owner.

Authority for Issuance and Purpose of Bonds

The Bonds are issued pursuant to the provisions of and in full compliance with the Constitution and Laws of the State of Oklahoma, particularly Article X, Section 26 of the Constitution of the State of Oklahoma and Title 70, Article XV of the Oklahoma Statutes 2021, and laws supplementary and amendatory thereto, and a resolution of the Board of Education to be adopted on February 9, 2026.

Under state law, school districts cannot become indebted beyond one year for an amount in excess of the income and revenue provided in such year without the approval of three-fifths (60 percent) of the voters within the district at an election held for such purpose. The School District had a successful election on November 14, 2017. The special election authorized the issuance, in separate series, by the School District of a total of \$99,500,000 in bonds. The School District has previously issued \$71,815,000 of bonds authorized at this election.

The 2026A Bonds include \$10,935,000 of bonds authorized at this election. The 2026B Bonds include \$470,000 of bonds authorized at this election. The remaining authorized bonds from this election are expected to be issued in varying amounts and in separate series in 2027 and 2028.

Tax Levy and Collection Procedures

Oklahoma statutes require that the School District each year make an ad valorem tax levy for a Sinking Fund which shall, with cash and investments in the fund, be sufficient to pay all the bonded indebtedness, interest and one-third of all outstanding judgments coming due in the following year.

After review and approval by the Board of Education of the School District, copies of the Sinking Fund Estimates are submitted to the County Excise Board to determine the ad valorem tax levy appropriations. This submission is required to be made by September 1 of each year. The estimates are for the purposes of determining ad valorem taxes required to fund the Sinking Fund. The amounts contained in the estimate of needs are verified by the County Excise Board and, upon verification, the levies contained therein are ordered to be certified to the County Assessor in order that the County Assessor may extend said levies

upon the tax rolls for the year for which the estimate of needs is being submitted. The County Excise Board further certifies that the appropriations contained in the estimate of needs and the mill rate levies are within the limitations provided by law.

The County Assessor is required to file a tax roll report on or before October 1 each year with the County Treasurer indicating the net assessed valuation for each municipality within the County. This report includes the assessed valuation for all real, personal and public service property (public service property assessed valuations are determined by the Oklahoma Tax Commission). The County Treasurer must begin collecting taxes by July 1. The first half of taxes is due and payable on or before January 1. The second half becomes due and payable on or before April 1. If the first half is not paid by January 1, it all becomes due and payable on January 2.

Ad valorem taxes not paid on or before April 1 are considered delinquent. If not paid by the following October 1, the property is offered for sale for the amount of taxes due. The purchaser is issued a tax lien; however, the original owner of the property has two (2) years in which to redeem the property by paying the taxes and penalties owed. If at the end of two years he has not done so, the purchaser may then apply for a deed to the property. If there is no purchaser, then the County acquires the same lien and the property is auctioned after approximately two and one-half (2 1/2) years.

(Remainder of this page intentionally left blank)

THE LAWTON SCHOOL DISTRICT

The Lawton School District, an area of approximately 182 square miles, is located in southwestern Oklahoma approximately 87 miles southwest of the City of Oklahoma City. The U.S. Census Bureau estimated the 2024 population of the School District to be approximately 86,404. The School District employs approximately 962 certified teachers across 15 elementary schools, 3 Pre-K centers, 3 middle schools, 1 alternative high school, 1 virtual school, 3 high schools, and a Life Ready Center. The School District also operates pre-kindergarten programs. The School District is fully accredited by the Oklahoma State Department of Education.

Residents of the School District are employed at businesses located throughout the Lawton Metropolitan Statistical Area. No separate employment figures are available for the School District; however as of November 2025 the local, State, and National unemployment rates are as follows:

	Unemployment Rate
Lawton Metropolitan Statistical Area	4.5%*
Comanche County	4.6%*
State of Oklahoma	3.5%
United States	4.6%

Data not seasonally adjusted. *Preliminary.
Source: Oklahoma Employment Security Commission.

Board of Education and School Administration

The School District is governed by an elected five-member Board of Education. Members of the Board of Education are as follows.

Board of Education

Patty Neuwirth	President and Member
Elizabeth Fabrega	Vice President and Member
Amanda McBride	Clerk and Member
Carla Clodfelter	Member
Zeldon Rice	Member

School Administration

Kevin Hime	Superintendent of Schools
Lance Gibbs	Chief Financial Officer

Payment Record

The School District has never defaulted.

FINANCIAL INFORMATION

Compliance with Constitutional Debt Limitation

2025-26 Estimated Market Value	\$5,106,915,329
2025-26 Assessed Valuation, including Homestead & Other Exemptions	\$599,552,356
2025-26 Assessed Valuation, excluding Homestead & Other Exemptions	\$531,917,813

Comanche County has held an election under Oklahoma Constitution Article X, Section 6(B) approving an exemption of certain household and personal property from ad valorem taxation. Accordingly, Comanche County has calculated the "millage adjustment factor" to be applied to debt percentage limits under Article 10, Section 26(b), resulting in an adjusted debt limit. The adjusted debt limit is as follows:

County	District Net Assessed Valuation	District Unadjusted Legal Debt Limit ⁽¹⁾	Millage Adjustment Factor	District Adjusted Legal Debt Limit ⁽²⁾
Comanche County	\$531,917,813	\$53,191,781	1.019013734	\$54,203,156

(1) Net Assessed Valuation times 10%.

(2) District Unadjusted Legal Debt Limit times Millage Adjustment Factor.

General Obligation Bonds Outstanding*	\$52,730,000
Less: Estimated Sinking Fund Balance at December 31, 2025	<u>12,997,678</u>
Net General Obligation Bonds Outstanding	\$39,732,322
Remaining Legal Debt Margin	\$14,470,834
Ratio of Net G.O. Indebtedness to NAV	7.47%
Ratio of Net G.O. Indebtedness to Estimated Full Market Value	0.78%

* This figure is as of January 13, 2026, and includes the 2026 Bonds.

Source: School District

Authorized but Unissued Bonds

The School District had a successful election on November 14, 2017. The special election authorized the issuance, in separate series, by the School District of a total of \$99,500,000 in bonds. The School District has previously issued \$71,815,000 of bonds authorized at this election.

The 2026A Bonds include \$10,935,000 of bonds authorized at this election. The 2026B Bonds include \$470,000 of bonds authorized at this election. The remaining authorized bonds from this election are expected to be issued in varying amounts and in separate series in 2027 and 2028.

Composition and Growth of the Net Assessed Valuation

The composition of the Net Assessed Valuation of the School District for the Fiscal Year 2025-26 is as follows:

Property	Net Assessed Valuation	Percentage
Real	\$438,602,053	82.46%
Personal	\$44,022,043	8.28%
Public Service	\$49,293,717	9.27%
TOTAL	\$531,917,813	100.00%

The growth of the Net Assessed Valuation of the School District for the past ten years has been as follows:

Fiscal Year	Amount	Fiscal Year	Amount
2025-2026	\$531,917,813	2020-2021	\$427,536,896
2024-2025	\$511,145,391	2019-2020	\$423,998,665
2023-2024	\$493,092,578	2018-2019	\$430,288,210
2022-2023	\$467,927,787	2017-2018	\$431,291,108
2021-2022	\$435,671,145	2016-2017	\$428,788,793

During this period, the Net Assessed Valuation of the School District increased \$103,129,020 or 24.05%.

General Obligation Bonded Debt Outstanding*

Date of Issuance	Original Principal Amount	Remaining Maturities	Maturity Dates	Amount Outstanding
3/1/21	\$9,000,000	\$2,500,000	3/1/26	\$2,500,000
3/1/22	\$7,600,000	\$2,170,000	3/1/26-27	\$4,340,000
3/1/23	\$13,075,000	\$3,495,000	3/1/26-28	\$10,485,000
3/1/24	\$10,210,000	\$1,960,000	3/1/26	\$10,210,000
		\$2,750,000	3/1/27-29	
3/1/24	\$790,000	\$790,000	3/1/26	\$790,000
3/1/25	\$12,380,000	\$2,630,000	3/1/27	\$12,380,000
		\$3,250,000	3/1/28-30	
3/1/25	\$620,000	\$620,000	3/1/27	\$620,000
3/1/26	\$10,935,000	\$2,380,000	3/1/28	\$10,935,000
		\$2,850,000	3/1/29-30	
		\$2,855,000	3/1/31	
3/1/26	\$470,000	\$470,000	3/1/28	\$470,000
TOTAL				\$52,730,000

* Debt figures are as of January 13, 2026, and include the 2026 Bonds.

Annual Debt Service Requirements of General Obligation Bonded Debt Outstanding*

Fiscal Year	Existing Bonds		2026A Bonds ¹		2026B Bonds ²		Total New Debt Service Requirement
	Principal	Interest	Principal	Interest	Principal	Interest	
2025-2026	\$10,915,000.00	\$1,013,810.00					\$11,928,810.00
2026-2027	11,665,000.00	1,160,475.00		\$382,725.00		\$23,500.00	13,231,700.00
2027-2028	9,495,000.00	714,850.00	\$2,380,000.00	382,725.00	\$470,000.00	23,500.00	13,466,075.00
2028-2029	6,000,000.00	370,000.00	2,850,000.00	299,425.00			9,519,425.00
2029-2030	3,250,000.00	130,000.00	2,850,000.00	199,675.00			6,429,675.00
2030-2031			2,855,000.00	99,925.00			2,954,925.00
TOTAL	\$41,325,000.00	\$3,389,135.00	\$10,935,000.00	\$1,364,475.00	\$470,000.00	\$47,000.00	\$57,530,610.00

¹The average annual interest rate on the 2026A Bonds is assumed to be 3.50%.

²The average annual interest rate on the 2026B Bonds is assumed to be 5.00%.

* Debt Service figures are as of January 13, 2026, and include the 2026 Bonds.

Net Direct, Overlapping and Underlying General Obligation Bonded Indebtedness

Municipality	Net Indebtedness	Amount Applying to the District	Ratio to Assessed Value of the District	Estimated Per Capita Debt
Lawton School District	\$39,732,322	\$39,732,322	7.47%	\$459.84
City of Lawton	\$27,555,883	\$25,959,132	4.88%	\$288.35
Comanche County	\$0	\$0	0.00%	\$0.00
TOTAL	\$67,288,205	\$65,691,454	12.35%	\$748.19

Debt figures for the School District are estimated as of December 31, 2025 and include the 2026 Bonds.

Debt figures for all other entities are as of June 30, 2025.

Estimated per capita debt for the District based on 2024 estimated population of 86,404 (source: U.S. Census Bureau).

Estimated per capita debt for the City based on 2024 estimated population of 90,027 (source: U.S. Census Bureau).

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Sinking Fund Tax Collections

Fiscal Year	Net Levy	Gross Levy	Current Collections	Total Collections
2025-2026	\$12,639,385	\$13,271,354	In Process	
2024-2025	11,849,775	12,442,264	\$11,846,679	\$12,469,551
2023-2024	11,226,857	11,788,200	11,173,966	11,516,090
2022-2023	10,533,376	11,060,045	10,566,256	10,833,414
2021-2022	7,936,346	8,333,163	8,366,655	8,624,364
2020-2021	7,685,743	8,070,030	8,193,333	8,552,966

* Collection percentage is determined utilizing total collections. Five percent (5%) is added to the net levy to compensate for expected delinquencies during the collection process.

Source: School District Administration and budgets.

Percentages of Taxes Collected

The ratio of Current and Total Sinking Fund Tax Collections to the Net Sinking Fund Levy (the levy prior to addition of the reserve for uncollected taxes) is as follows:

Fiscal Year	Ratio of Current Tax Collection to Net Levy	Ratio of Total Tax Receipts to Net Levy
2024-2025	99.97%	105.23%
2023-2024	99.53%	102.58%
2022-2023	100.31%	102.85%
2021-2022	105.42%	108.67%
2020-2021	106.60%	111.28%

Source: School District Administration and budgets.

The ratio of Current and Total Sinking Fund Tax Collections to the Gross Sinking Fund Levy (the levy after addition of the reserve for uncollected taxes) is as follows:

Fiscal Year	Ratio of Current Tax Collection to Gross Levy	Ratio of Total Tax Receipts to Gross Levy
2024-2025	95.21%	100.22%
2023-2024	94.79%	97.69%
2022-2023	95.54%	97.95%
2021-2022	100.40%	103.49%
2020-2021	101.53%	105.98%

Source: School District Administration and budgets.

Trend of Tax Rates: Major Taxing Units

(For those residing in the School District and in the City of Lawton)

Fiscal Year	Lawton School District	City of Lawton	Comanche County	Technology Center	Total Levy
2016-2017	49.79	7.00	16.88	14.25	87.92
2017-2018	48.16	6.30	16.88	14.25	85.59
2018-2019	54.09	13.35	16.88	15.25	99.57
2019-2020	59.55	9.29	16.88	15.25	100.97
2020-2021	59.90	9.64	16.88	15.25	101.67
2021-2022	59.90	10.33	16.88	15.25	102.36
2022-2023	64.41	10.04	16.88	15.25	106.58
2023-2024	64.68	11.33	16.88	15.25	108.14
2024-2025	65.11	10.97	16.88	15.25	108.21
2025-2026	65.72	10.04	16.88	15.25	107.89

Dollars per \$1,000 of Net Assessed Valuation.

Source: Comanche County Assessor.

School District General Fund Revenues and Expenditures

Fiscal Year Ending June 30	Beginning General Fund Balance	Total Revenue	Total Expenditures	Total Other Financing Sources(Uses)	Ending General Fund Balance
2016	\$8,445,021	\$114,298,155	\$110,948,975	\$704,141	\$12,498,342
2017	\$12,498,342	\$112,025,361	\$108,022,781	\$356,085	\$16,857,007
2018	\$16,857,008	\$110,235,325	\$109,390,614	\$307,679	\$18,009,398
2019	\$18,009,398	\$120,867,693	\$124,666,577	\$325,769	\$14,536,283
2020	\$14,536,283	\$120,882,163	\$123,452,735	\$378,548	\$12,344,259
2021	\$12,344,257	\$135,511,320	\$130,007,124	\$361,099	\$18,209,552
2022	\$18,209,552	\$151,255,769	\$145,100,938	\$49,742	\$24,414,124
2023	\$24,414,124	\$139,047,510	\$139,880,285	\$43,347	\$23,624,696
2024	\$23,624,696	\$153,693,023	\$149,423,645	\$887,354	\$28,781,428

Source: School District Administration.

Detail of School District General Fund Revenues

Fiscal Year Ending June 30	Local Sources*	County Sources	State Sources	Federal Sources	Total Revenues
2016	\$18,500,390	\$2,459,537	\$71,757,046	\$21,580,642	\$114,297,615
2017	\$18,198,795	\$2,377,734	\$70,124,164	\$21,324,668	\$112,025,361
2018	\$17,943,124	\$2,346,482	\$69,816,478	\$20,098,471	\$110,204,555
2019	\$18,157,087	\$2,353,065	\$79,128,429	\$21,229,112	\$120,867,693
2020	\$17,710,644	\$2,308,442	\$80,684,434	\$20,178,643	\$120,882,163
2021	\$17,927,413	\$2,670,671	\$74,338,160	\$40,575,076	\$135,511,320
2022	\$18,866,162	\$2,659,519	\$81,436,040	\$48,294,048	\$151,255,769
2023	\$22,343,641	\$2,522,691	\$86,863,697	\$27,317,481	\$139,047,510
2024	\$20,455,732	\$2,744,767	\$101,319,013	\$29,173,511	\$153,693,023

*Includes Interest income and Other income.

Source: School District Administration.

School Enrollment Trend

School Year	Total Enrollment	Percentage Change
2016-2017	14,437	
2017-2018	13,819	-4.28%
2018-2019	13,799	-0.14%
2019-2020	13,739	-0.43%
2020-2021	12,669	-7.79%
2021-2022	13,714	8.25%
2022-2023	13,984	1.97%
2023-2024	13,898	-0.61%
2024-2025	13,643	-1.83%
2025-2026	13,277	-2.68%

Source: School District Administration.

School Enrollment Projection

School Year	Total Enrollment	Percentage Change
2026-2027	13,700	3.19%
2027-2028	14,000	2.19%
2028-2029	14,200	1.43%
2029-2030	14,200	0.00%
2030-2031	14,200	0.00%

Source: School District Administration.

ECONOMIC AND DEMOGRAPHIC INDICES

Unemployment Rate (Twelve Month Moving Average)*

	November 2025	September 2025	November 2024
United States	4.6%	4.4%	4.2%
State of Oklahoma	3.5%	3.2%	3.3%
Comanche County	4.6%	4.0%	3.5%
Lawton MSA	4.5%	4.0%	3.5%

* Not seasonally adjusted. Source: U.S. Bureau of Labor Statistics and Oklahoma Employment Security Commission. Data for October 2025 was not available as of January 13, 2026.

Sales Tax Collections – City of Lawton

Fiscal Year Ending June 30	Sales Tax Collections
2016	\$45,404,752
2017	\$44,671,948
2018	\$44,641,897
2019	\$45,762,412
2020	\$45,925,805
2021	\$51,212,998
2022	\$55,995,098
2023	\$55,920,964
2024	\$60,502,766
2025	\$58,404,757

Source: Oklahoma Tax Commission.

Retail Sales – City of Lawton

Fiscal Year Ending June 30	Retail Sales
2016	\$1,100,721,261
2017	\$1,082,956,315
2018	\$1,082,227,796
2019	\$1,109,391,805
2020	\$1,113,352,850
2021	\$1,241,527,224
2022	\$1,357,456,921
2023	\$1,355,659,733
2024	\$1,466,733,721
2025	\$1,415,872,899

Based on sales tax revenues returned to the City.

Source: Oklahoma Tax Commission.

Largest Taxpayers

Name of Taxpayer	Type of Business	Net Assessed Valuation
Public Service Co. of Oklahoma	Electric Utility	\$33,306,439
3501 Gore BLVD LLC A Oklahoma LLC	Apartments	\$4,639,554
AEP Oklahoma Transmission Company	Electric Power Transmission	\$4,213,527
Summit Utilities Oklahoma, Inc.	Natural Gas Utility	\$3,887,598
RCG-Lawton PM, LLC	Apartments	\$3,002,799
The Flats at Mac, LLC	Apartments	\$2,765,696
The Fort Sill Apache Tribe	Tribal Government	\$2,458,716
Fort Sill Apache Econ Dev Authority	Tribal Government/Entertainment	\$2,051,167
Sparklight	Telecommunications/Internet	\$1,869,996
LTC Retail LLC	Retail	\$1,737,155
Total Net Assessed Valuation of Top Ten Taxpayers		\$59,932,647
Percentage of School District's Net Assessed Valuation		11.27%

Source: Comanche County Assessor.

Lawton Area Major Employers

Name of Employer	Type of Business	Est. Number Employees ⁽¹⁾
Fort Sill Army Base	Military Base	53,000 ⁽²⁾
Goodyear Tire & Rubber Co.	Tire Manufacturer	2,850
Lawton Public Schools	Education Services	2,318
Comanche County Memorial Hospital	Health/Medical Care	2,200
Walmart	Retail	932
City of Lawton	Local Government	855
Southwestern Medical Center	Health/Medical Care	575
Cameron University	Higher Education	510
Lawton Correctional Facility	Correctional Facilities	460
Apache Casino Hotel	Casino/Gaming	437
City National Bank	Financial Services	385
Serco	Defense/Government Contractor	350
Bar-S Foods	Food Processing Company	330

(1) Source, unless otherwise noted: Lawton Chamber of Commerce

(2) Includes Military (permanently assigned), Basic Training, National Guard/Reserve, and Civilian Employees;
Source: *The Fort Sill Information Guide*; *U.S. Army Garrison (USAG)*.

ABSENCE OF MATERIAL LITIGATION

No litigation is pending (a) seeking to restrain or enjoin the issuance or delivery of the 2026 Bonds, (b) contesting or affecting any authority for or the validity of the 2026 Bonds, (c) contesting the power of the School District to issue the 2026 Bonds or the power of the School District to offer and sell them, (d) affecting the power of the School District to levy and collect taxes to pay the 2026 Bonds, or (e) contesting the corporate existence or boundaries of the School District.

LEGAL MATTERS

All legal matters incidental to the authorization and issuance of the 2026 Bonds are subject to the approving opinion of The Public Finance Law Group PLLC, Oklahoma City, Oklahoma, Bond Counsel, and the Attorney General of the State of Oklahoma.

CONTINUING DISCLOSURE

The School District has covenanted for the benefit of Bondholders to submit to the Municipal Securities Rulemaking Board's Electronic Municipal Market Access (EMMA) system certain financial information and operating data relating to the District by not later than ten months following the end of its fiscal year (the "Annual Report"), and to provide notices of the occurrence of certain enumerated events specified in paragraph (b)(5)(i)(C) of Rule 15c2-12 promulgated by the Securities and Exchange Commission within 10 business days of the occurrence of the applicable event. The specific nature of the information to be contained in the Annual Report and descriptions of the enumerated events is summarized below under the caption "APPENDIX A – Continuing Disclosure Certificate." These covenants have been made in order to assist the Underwriters in complying with paragraph (b)(5) of Rule 15c2-12.

A failure by the School District to comply with the Continuing Disclosure Certificate will not constitute an event of default with respect to the Bonds, although any holder will have any available remedy at law or in equity, including seeking specific performance by court order, to cause the District to comply with its obligations under the Continuing Disclosure Certificate. Any such failure must be reported in accordance with the Rule and must be considered by any broker, dealer or municipal securities dealer before recommending the purchase or sale of the Bonds in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

The Rule requires that an issuer or other obligated party disclose in its official statement any instances in the previous five years in which such issuer or obligated party failed to comply, in all material respects, with any previous undertakings in a written contract or agreement specified in paragraph (b)(5) or (d)(2) of the Rule. In connection with one or more of the District's previous bond issues or bond issues of an authority issued on behalf of the District, the District entered into individual continuing disclosure undertakings ("Undertakings") in written agreements specified in paragraph (b)(5)(i) or (d)(2) of the Rule. During the last five years, the School District has not failed in any material respect under the Rule to provide annual reports or notices of material events.

TAX MATTERS RESPECTING THE 2026A BONDS

Opinion of Bond Counsel

In the opinion of Bond Counsel, under existing statutes and court decisions and assuming continuing compliance with certain tax covenants described herein, (i) interest on the 2026A Bonds is excluded from gross income for federal income tax purposes pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"), and (ii) interest on the 2026A Bonds is not treated as a preference item in calculating the alternative minimum tax imposed on individuals under the Code; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on corporations for tax years beginning after December 31, 2022. In rendering its opinion, Bond Counsel has relied on certain representations, certifications of fact, and statements of reasonable expectations made by the School District in connection with the 2026A Bonds, and Bond Counsel has assumed compliance by the School District with certain ongoing covenants to comply with applicable requirements of the Code to assure the exclusion of interest on the 2026A Bonds from gross income under Section 103 of the Code.

The Code provides that commercial banks, thrift institutions and other financial institutions may not deduct the portion of their interest expense allocable to tax-exempt obligations acquired after August 7, 1986, (other than certain "qualified" obligations). **The 2026A Bonds will NOT be designated as "qualified" obligations for this purpose.**

In addition, under existing statutes interest on the 2026A Bonds shall be exempt from Oklahoma income taxation pursuant to Section 2358.5 of Title 68, Oklahoma Statutes, 2021.

Certain Ongoing Federal Tax Requirements and Covenants

The Code establishes certain ongoing requirements that must be met subsequent to the issuance and delivery of the 2026A Bonds in order that interest on the 2026A Bonds be and remain excluded from gross income under Section 103 of the Code. These requirements include, but are not limited to, requirements relating to use and expenditure of gross proceeds of the 2026A Bonds, yield and other restrictions on investments of gross proceeds, and the arbitrage rebate requirement that certain excess earnings on gross proceeds be rebated to the federal government. Noncompliance with such requirements may cause interest on the 2026A Bonds to become included in gross income for federal income tax purposes retroactive to their issue date, irrespective of the date on which such noncompliance occurs or is discovered. The School District has covenanted to comply with certain applicable requirements of the Code to assure the exclusion of interest on the 2026A Bonds from gross income under Section 103 of the Code.

Certain Collateral Federal Tax Consequences

The following is a brief discussion of certain collateral federal income tax matters with respect to the 2026A Bonds. It does not purport to address all aspects of federal taxation that may be relevant to a particular owner of a 2026A Bond. Prospective investors, particularly those who may be subject to special rules, are advised to consult their own tax advisors regarding the federal tax consequences of owning and disposing of the 2026A Bonds.

Prospective owners of the 2026A Bonds should be aware that the ownership of such obligations may result in collateral federal income tax consequences to various categories of persons, such as corporations (including S corporations, foreign corporations, and applicable corporations as defined in Section 59(k) of the Code relating to the alternative minimum tax imposed on corporations for tax years beginning after December 31, 2022), financial institutions, property and casualty and life insurance companies, individual recipients of Social Security and railroad retirement benefits, individuals otherwise eligible for the earned income tax credit, and taxpayers deemed to have incurred or continued indebtedness to purchase or carry obligations the interest on which is excluded from gross income for federal income tax purposes. Interest on the 2026A Bonds may be taken into account in determining the tax liability of foreign corporations subject to the branch profits tax imposed by Section 884 of the Code.

Original Issue Discount

“Original issue discount” (“OID”) is the excess of the sum of all amounts payable at the stated maturity of a 2026A Bond (excluding certain “qualified stated interest” that is unconditionally payable at least annually at prescribed rates) over the issue price of that maturity. In general, the “issue price” of a maturity (a bond with the same maturity date, interest rate, and credit terms) means the first price at which at least 10 percent of such maturity was sold to the public, i.e., a purchaser who is not, directly or indirectly, a signatory to a written contract to participate in the initial sale of the 2026A Bonds. In general, the issue price for each maturity of 2026A Bonds is expected to be the initial public offering price set forth on the cover page of the Official Statement. Bond Counsel further is of the opinion that, for any 2026A Bonds having OID (a “Discount Bond”), OID that has accrued and is properly allocable to the owners of the Discount Bonds under Section 1288 of the Code is excludable from gross income for federal income tax purposes to the same extent as other interest on the 2026A Bonds.

In general, under Section 1288 of the Code, OID on a Discount Bond accrues under a constant yield method, based on periodic compounding of interest over prescribed accrual periods using a compounding rate determined by reference to the yield on that Discount Bond. An owner's adjusted basis in a Discount Bond is increased by accrued OID for purposes of determining gain or loss on sale, exchange, or other disposition of such 2026A Bond. Accrued OID may be taken into account as an increase in the amount of tax-exempt income received or deemed to have been received for purposes of determining various other tax consequences of owning a Discount Bond even though there will not be a corresponding cash payment.

Owners of Discount Bonds should consult their own tax advisors with respect to the treatment of original issue discount for federal income tax purposes, including various special rules relating thereto, and the state and local tax consequences of acquiring, holding, and disposing of Discount Bonds.

Bond Premium

In general, if an owner acquires a 2026A Bond for a purchase price (excluding accrued interest) or otherwise at a tax basis that reflects a premium over the sum of all amounts payable on the 2026A Bond after the acquisition date (excluding certain “qualified stated interest” that is unconditionally payable at least annually at prescribed rates), that premium constitutes “bond premium” on that 2026A Bond (a “Premium Bond”). In general, under Section 171 of the Code, an owner of a Premium Bond must amortize the bond premium over the remaining term of the Premium Bond, based on the owner's yield over the remaining term of the Premium Bond determined based on constant yield principles (in certain cases involving a Premium Bond callable prior to its stated maturity date, the amortization period and yield may be required to be determined on the basis of an earlier call date that results in the lowest yield on such bond). An owner of a Premium Bond must amortize the bond premium by offsetting the qualified stated interest allocable to each interest accrual period under the owner's regular method of accounting against the bond premium allocable to that period. In the case of a tax-exempt Premium Bond, if the bond premium allocable to an accrual period exceeds the qualified stated interest allocable to that accrual period, the excess is a nondeductible loss. Under certain circumstances, the owner of a Premium Bond may realize a taxable gain upon disposition of the Premium Bond even though it is sold or redeemed for an amount less than or equal to the owner's original acquisition cost. Owners of any Premium Bonds should consult their own tax advisors regarding the treatment of bond premium for federal income tax purposes, including various special rules relating

thereto, and state and local tax consequences, in connection with the acquisition, ownership, amortization of bond premium on, sale, exchange, or other disposition of Premium Bonds.

Information Reporting and Backup Withholding

Information reporting requirements apply to interest paid on tax-exempt obligations, including the 2026A Bonds. In general, such requirements are satisfied if the interest recipient completes, and provides the payor with, a Form W-9, "Request for Taxpayer Identification Number and Certification," or if the recipient is one of a limited class of exempt recipients. A recipient not otherwise exempt from information reporting who fails to satisfy the information reporting requirements will be subject to "backup withholding," which means that the payor is required to deduct and withhold a tax from the interest payment, calculated in the manner set forth in the Code. For the foregoing purpose, a "payor" generally refers to the person or entity from whom a recipient receives its payments of interest or who collects such payments on behalf of the recipient.

If an owner purchasing a 2026A Bond through a brokerage account has executed a Form W-9 in connection with the establishment of such account, as generally can be expected, no backup withholding should occur. In any event, backup withholding does not affect the excludability of the interest on the 2026A Bonds from gross income for federal income tax purposes. Any amounts withheld pursuant to backup withholding would be allowed as a refund or a credit against the owner's federal income tax once the required information is furnished to the Internal Revenue Service.

Miscellaneous

Tax legislation, administrative actions taken by tax authorities, or court decisions, whether at the federal or state level, may adversely affect the tax-exempt status of interest on the 2026A Bonds under federal or state law or otherwise prevent beneficial owners of the 2026A Bonds from realizing the full current benefit of the tax status of such interest. In addition, such legislation or actions (whether currently proposed, proposed in the future, or enacted) and such decisions could affect the market price or marketability of the 2026A Bonds.

No Other Opinion

Bond Counsel expresses no opinion regarding any other federal or state tax consequences with respect to the 2026A Bonds. Bond Counsel renders its opinion under existing statutes and court decisions as of the issue date, and assumes no obligation to update, revise or supplement its opinion to reflect any action hereafter taken or not taken, or any facts or circumstances that may hereafter come to its attention, or changes in law or in interpretations thereof that may hereafter occur, or for any other reason. Bond Counsel expresses no opinion on the effect of any action hereafter taken or not taken in reliance upon an opinion of other counsel on the exclusion from gross income for federal income tax purposes of interest on the 2026A Bonds, or under state and local tax law.

Prospective purchasers of the 2026A Bonds should consult their own tax advisors as to the consequences of their acquisition, holding, or disposition of the 2026A Bonds.

TAX MATTERS RESPECTING THE 2026B BONDS

Opinion of Bond Counsel

In the opinion of bond counsel, interest on the 2026B Bonds is included in gross income for federal income tax purposes.

In the opinion of bond counsel, under existing statutes interest on the 2026B Bonds shall be exempt from Oklahoma income taxation pursuant to Section 2358.5 of Title 68, Oklahoma Statutes, 2021.

Bond Counsel has expressed no opinion regarding other tax consequences arising with respect to the 2026B Bonds under the laws of the State or any other state or jurisdiction.

General Matters

The following is a summary of certain anticipated federal income tax consequences of the purchase, ownership and disposition of the 2026B Bonds under the Code and the Regulations, and the judicial and administrative rulings and court decisions now in effect, all of which are subject to change or possible differing interpretations. The summary does not purport to address all aspects of federal income taxation that may affect particular investors in light of their individual circumstances, nor certain types of investors subject to special treatment under the federal income tax laws. Potential purchasers of the 2026B Bonds should consult their own tax advisors in determining the federal, state or local tax consequences to them of the purchase, holding and disposition of the 2026B Bonds.

In general, interest paid on the 2026B Bonds, original issue discount, if any, and market discount, if any, will be treated as ordinary income to the owners of the 2026B Bonds, and principal payments (excluding the portion of such payments, if any, characterized as original issue discount or accrued market discount) will be treated as a return of capital.

Bond Premium

An investor which acquires a 2026B Bond for a cost greater than its remaining stated redemption price at maturity and holds such 2026B Bond as a capital asset will be considered to have purchased such 2026B Bond at a premium and, subject to prior election permitted by Section 171(c) of the Code, may generally amortize such premium under the constant yield method. Except as may be provided by regulation, amortized premium will be allocated among, and treated as an offset to, interest payments. The basis reduction requirements of Section 1016(a)(5) of the Code apply to amortizable 2026B Bond premium that reduces interest payments under Section 171 of the Code. 2026B Bond premium is generally amortized over the 2026B Bond's term using constant yield principles, based on the purchaser's yield to maturity. Investors of any 2026B Bond purchased with a 2026B Bond premium should consult their own tax advisors as to the effect of such 2026B Bond premium with respect to their own tax situation and as to the treatment of 2026B Bond premium for state tax purposes.

Market Discount

An investor that acquires a 2026B Bond for a price less than the adjusted issue price of such 2026B Bond (or an investor who purchases a 2026B Bond in the initial offering at a price less than the issue price) may be subject to the market discount rules of Sections 1276 through 1278 of the Code. Under these sections and the principles applied by the Regulations, "market discount" means (a) in the case of a 2026B Bond originally issued at a discount, the amount by which the issue price of such 2026B Bond, increased by all accrued original issue discount (as if held since the issue date), exceeds the initial tax basis of the owner therein, less any prior payments that did not constitute payments of qualified stated interest, and (b) in the case of a 2026B Bond not originally issued at a discount, the amount by which the stated redemption price of such 2026B Bond at maturity exceeds the initial tax basis of the owner therein. Under Section 1276 of the Code, the owner of such a 2026B Bond will generally be required (i) to allocate each principal payment to accrued market discount not previously included in income and, upon sale or other disposition of the 2026B Bond, to recognize the gain on such sale or disposition as ordinary income to the extent of such cumulative amount of accrued market discount as of the date of sale or other disposition of such a 2026B Bond or (ii) to elect to include such market discount in income currently as it accrues on all market discount instruments acquired by such owner on or after the first day of the taxable year to which such election applies.

The Code authorizes the Treasury Department to issue regulations providing for the method for accruing market discount on debt instruments the principal of which is payable in more than one installment. Until such time as regulations are issued by the Treasury Department, certain rules described in the legislative history will apply. Under those rules, market discount will be included in income either (a) on a constant

interest basis or (b) in proportion to the accrual of stated interest or, in the case of a 2026B Bond with original issue discount, in proportion to the accrual of original issue discount.

An owner of a 2026B Bond that acquired such 2026B Bond at a market discount also may be required to defer, until the maturity date of such 2026B Bond or its earlier disposition in a taxable transaction, the deduction of a portion of the amount of interest that the owner paid or accrued during the taxable year on indebtedness incurred or maintained to purchase or carry such 2026B Bond in excess of the aggregate amount of interest (including original issue discount) includable in such owner's gross income for the taxable year with respect to such 2026B Bond. The amount of such net interest expense deferred in a taxable year may not exceed the amount of market discount accrued on the 2026B Bond for the days during the taxable year on which the owner held such 2026B Bond and, in general, would be deductible when such market discount is includable in income. The amount of any remaining deferred deduction is to be taken into account in the taxable year in which the 2026B Bond matures or is disposed of in a taxable transaction. In the case of a disposition in which gain or loss is not recognized in whole or in part, any remaining deferred deduction will be allowed to the extent gain is recognized on the disposition. This deferral rule does not apply if the owner elects to include such market discount in income currently as it accrues on all market discount obligations acquired by such owner in that taxable year or thereafter.

Attention is called to the fact that Treasury regulations implementing the market discount rules have not yet been issued. Therefore, investors should consult their own tax advisors regarding the application of these rules as well as the advisability of making any of the elections with respect thereto.

Sales or Other Dispositions

If an owner of a 2026B Bond sells the 2026B Bond, such person will recognize gain or loss equal to the difference between the amount realized on such sale and such owner's basis in such 2026B Bond. Ordinarily, such gain or loss will be treated as a capital gain or loss. At the present time, the maximum capital gains rate for certain assets held for more than 12 months is 15%. However, if a 2026B Bond was, at its initial issuance, sold at a discount, a portion of such gain will be recharacterized as interest and therefore ordinary income. Neither the School District nor Bond Counsel can predict whether the President or Congress will propose legislation effecting the long-term capital gains rate.

If the terms of a 2026B Bond were materially modified, in certain circumstances, a new debt obligation would be deemed created and exchanged for the prior obligation in a taxable transaction. Among the modifications that may be treated as material are those that relate to redemption provisions and, in the case of a nonrecourse obligation, those which involve the substitution of collateral. Each potential owner of a 2026B Bond should consult its own tax advisor concerning the circumstances in which such 2026B Bond would be deemed reissued and the likely effects, if any, of such reissuance.

Defeasance

The legal defeasance of the 2026B Bonds may result in a deemed sale or exchange of such 2026B Bond under certain circumstances. Owners of such 2026B Bonds should consult their tax advisors as to the federal income tax consequences of such a defeasance.

Backup Withholding

An owner of a 2026B Bond may be subject to backup withholding at the applicable rate determined by statute with respect to interest paid with respect to the 2026B Bonds, if such owner, upon issuance of the 2026B Bonds, fails to provide to any person required to collect such information pursuant to Section 6049 of the Code with such owner's taxpayer identification number, furnishes an incorrect taxpayer identification number, fails to report interest, dividends or other "reportable payments" (as defined in the Code) properly, or, under certain circumstances, fails to provide such persons with a certified statement, under penalty of perjury, that such owner is not subject to backup withholding.

Foreign Investors

An owner of a 2026B Bond that is not a “United States person” (as defined below) and is not subject to federal income tax as a result of any direct or indirect connection to the United States of America in addition to its ownership of a 2026B Bond will generally not be subject to United States income or withholding tax in respect of a payment on a 2026B Bond, provided that the owner complies to the extent necessary with certain identification requirements (including delivery of a statement, signed by the owner under penalties of perjury, certifying that such owner is not a United States person and providing the name and address of such owner). For this purpose the term “United States person” means a citizen or resident of the United States of America, a corporation, partnership or other entity created or organized in or under the laws of the United States of America or any political subdivision thereof, or an estate or trust whose income from sources within the United States of America is includable in gross income for United States of America income tax purposes regardless of its connection with the conduct of a trade or business within the United States of America.

Except as explained in the preceding paragraph and subject to the provisions of any applicable tax treaty, a 30% United States withholding tax will apply to interest paid and original issue discount accruing on 2026B Bonds owned by foreign investors. In those instances in which payments of interest on the 2026B Bonds continue to be subject to withholding, special rules apply with respect to the withholding of tax on payments of interest on, or the sale or exchange of 2026B Bonds having original issue discount and held by foreign investors. Potential investors that are foreign persons should consult their own tax advisors regarding the specific tax consequences to them of owning a 2026B Bond.

Tax-Exempt Investors

In general, an entity that is exempt from federal income tax under the provisions of Section 501 of the Code is subject to tax on its unrelated business taxable income. An unrelated trade or business is any trade or business that is not substantially related to the purpose that forms the basis for such entity's exemption. However, under the provisions of Section 512 of the Code, interest may be excluded from the calculation of unrelated business taxable income unless the obligation that gave rise to such interest is subject to acquisition indebtedness. Therefore, except to the extent any owner of a 2026B Bond incurs acquisition indebtedness with respect to such 2026B Bond, interest paid or accrued with respect to such owner may be excluded by such tax-exempt owner from the calculation of unrelated business taxable income. Each potential tax-exempt holder of a 2026B Bond is urged to consult its own tax advisor regarding the application of these provisions.

ERISA Considerations

The Employee Retirement Income Security Act of 1974, as amended (“ERISA”), imposes certain requirements on “employee benefit plans” (as defined in Section 3(3) of ERISA) subject to ERISA, including entities such as collective investment funds and separate accounts whose underlying assets include the assets of such plans (collectively, “ERISA Plans”) and on those persons who are fiduciaries with respect to ERISA Plans. Investments by ERISA Plans are subject to ERISA's general fiduciary requirements, including the requirement of investment prudence and diversification and the requirement that an ERISA Plan's investments be made in accordance with the documents governing the ERISA Plan. The prudence of any investment by an ERISA Plan in the 2026B Bonds must be determined by the responsible fiduciary of the ERISA Plan by taking into account the ERISA Plan's particular circumstances and all of the facts and circumstances of the investment. Government and non-electing church plans are generally not subject to ERISA. However, such plans may be subject to similar or other restrictions under state or local law.

In addition, ERISA and the Code generally prohibit certain transactions between an ERISA Plan or a qualified employee benefit plan under the Code and persons who, with respect to that plan, are fiduciaries or other “parties in interest” within the meaning of ERISA or “disqualified persons” within the meaning of the Code. In the absence of an applicable statutory, class or administrative exemption, transactions between an ERISA Plan and a party in interest with respect to an ERISA Plan, including the acquisition by one from the other of the 2026B Bonds could be viewed as violating those prohibitions. In addition, Section 4975 of

the Code prohibits transactions between certain tax-favored vehicles such as Individual Retirement Accounts and disqualified persons. Section 503 of the Code includes similar restrictions with respect to governmental and church plans. In this regard, the School District or any dealer of the 2026B Bonds might be considered or might become a “party in interest” within the meaning of ERISA or a “disqualified person” within the meaning of the Code, with respect to an ERISA Plan or a plan or arrangement subject to Sections 4975 or 503 of the Code. Prohibited transactions within the meaning of ERISA and the Code may arise if the 2026B Bonds are acquired by such plans or arrangements with respect to which the School District or any dealer is a party in interest or disqualified person.

In all events, fiduciaries of ERISA Plans and plans or arrangements subject to the above sections of the Code, in consultation with their advisors, should carefully consider the impact of ERISA and the Code on an investment in the 2026B Bonds. The sale of the 2026B Bonds to a plan is in no respect a representation by the School District that such an investment meets the relevant legal requirements with respect to benefit plans generally or any particular plan. Any plan proposing to invest in the 2026B Bonds should consult with its counsel to confirm that such investment is permitted under the plan documents and will not result in a non-exempt prohibited transaction and will satisfy the other requirements of ERISA, the Code and other applicable law.

Health Care and Education Reconciliation Act of 2010

Pursuant to Section 1411 of the Code, as enacted by the Health Care and Education Reconciliation Act of 2010, an additional tax is imposed on individuals beginning January 1, 2013. The additional tax is 3.8% of the lesser of (i) net investment income (defined as gross income from interest, dividends, net gain from disposition of property not used in a trade or business, and certain other listed items of gross income), or (ii) the excess of “modified adjusted gross income” of the individual over \$200,000 for unmarried individuals (\$250,000 for married couples filing a joint return and a surviving spouse). Holders of the 2026B Bonds should consult with their tax advisor concerning this additional tax as it may apply to interest earned on the 2026B Bonds as well as gain on the sale of a 2026B Bond.

Changes in Federal and State Tax Law

From time to time, there are legislative proposals in the Congress and in the states that, if enacted, could alter or amend the federal and state tax matters referred to above or adversely affect the market value of the 2026B Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether if enacted it would apply to indebtedness issued prior to enactment. In addition, regulatory actions are from time to time announced or proposed and litigation is threatened or commenced which, if implemented or concluded in a particular manner, could adversely affect the market value of the 2026B Bonds. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the 2026B Bonds or the market value thereof would be impacted thereby. Purchasers of the 2026B Bonds should consult their tax advisors regarding any pending or proposed legislation, regulatory initiatives or litigation. The opinions expressed by Bond Counsel are based on existing legislation and regulations as interpreted by relevant judicial and regulatory authorities as of the date of issuance and delivery of the 2026B Bonds, and Bond Counsel expresses no opinion as of any date subsequent thereto or with respect to any pending legislation, regulatory initiatives or litigation.

GLOBAL RISKS

Certain external events, such as pandemics, natural disasters, severe weather, riots, acts of war or terrorism, technological emergencies, or other circumstances, could potentially disrupt the operations and effectiveness of municipal governments, such as the School District.

CREDIT RATINGS

The 2026 Bonds have been rated “___” by Standard & Poor’s and the School District is currently rated Oklahoma #1 by the Municipal Rating Committee of Oklahoma. The ratings assigned by Standard & Poor’s

and the Municipal Rating Committee of Oklahoma express only the view of each respective rating agency. The explanation of the significance of each rating may be obtained from Standard & Poor's and the Municipal Rating Committee of Oklahoma, respectively. There is no assurance that any rating will continue for any period of time or that it will not be revised or withdrawn. Any revision or withdrawal of ratings may have an effect on the market price of the 2026 Bonds.

UNDERWRITING

The 2026A Bonds are being purchased at competitive sale by _____. The underwriter of the 2026A Bonds has agreed to purchase the 2026A Bonds at a price equal to \$_____ plus accrued interest from March 1, 2026.

The 2026B Bonds are being purchased at competitive sale by _____. The underwriter of the 2026B Bonds has agreed to purchase the 2026B Bonds at a price equal to \$_____ plus accrued interest from March 1, 2026.

FINANCIAL ADVISOR

BOK Financial Securities, Inc. is employed as Financial Advisor to the District in connection with the issuance of the Bonds. The Financial Advisor's fee for services rendered with respect to the sale of the Bonds is contingent upon the issuance and delivery of the bonds. In the normal course of business, the Financial Advisor may also from time to time sell investment securities to the District for the investment of debt proceeds or other funds of the District, upon the request of the District.

BOK Financial Securities, Inc., in its capacity of Financial Advisor, has not verified and does not assume any responsibility for the information, covenants and representations contained in any of the legal documents with respect to the federal income tax status of the Bonds or the possible impact of any present, pending or future actions taken by any legislative or judicial bodies.

The Financial Advisor to the District has provided the following sentence for inclusion in the Official Statement. The Financial Advisor has reviewed the information in the Official Statement in accordance with, and as part of, its responsibilities to the District and, as applicable, to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Financial Advisor does not guarantee the accuracy of such information.

MISCELLANEOUS

All quotations from and summaries and explanations of law herein do not purport to be complete and reference is made to said laws for full and complete statements of their provisions.

The Official Statement is not to be construed as a contract or agreement between the School District and the purchasers or holders of any of the Bonds. Any statements made in this Official Statement involving matters of opinion are intended merely as opinion and not as representation of fact. The information and expressions of opinion herein are subject to change without notice and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the School District, or its agencies and authorities, since the date hereof.

INDEPENDENT SCHOOL DISTRICT NO. 8
OF COMANCHE COUNTY, OKLAHOMA

BY: _____
President, Board of Education

APPENDIX A

**FINANCIAL STATEMENTS WITH AUDITOR'S REPORT
FOR THE YEAR ENDED JUNE 30, 2024**

Lawton Independent School District No. 8
Comanche County, Oklahoma

Financial Statements
Year-End June 30, 2024

Lawton Independent School District No. 8
Comanche County, Oklahoma
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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Lawton Independent School District No. 8,
Comanche County, Oklahoma
Lawton, Oklahoma

Report on the Financial Statements

We have audited the accompanying regulatory basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Lawton Independent School District No. 8, Comanche County, Oklahoma as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Qualified Opinion on the Regulatory Basis Governmental Activities

In our opinion, except for the possible effects of the matter discussed in the Basis for Opinions section of our report, the financial statements referred to above present fairly, in all material respects, the regulatory basis transactions of the governmental activities of the Lawton Independent School District No. 8, as of June 30, 2024, and the revenues it collected and expenditures it paid and budgetary results for the year then ended, in accordance with the financial reporting provisions of Oklahoma State Department of Education as described in Note 1.

Unmodified Opinions on Regulatory Basis Major Funds and Aggregate Remaining Fund Information

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective regulatory basis financial position of each major fund and the aggregate remaining fund information of the Lawton Independent School District No. 8, Comanche County, Oklahoma, as of June 30, 2024, and the respective changes in regulatory basis financial position and where applicable, cash flows thereof for the year then ended, in accordance with the financial reporting provisions of Oklahoma State Department of Education as described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of Lawton Independent School District No. 8, Comanche County, Oklahoma, as of June 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Lawton Independent School District No. 8, 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.

Matter Giving Rise to the Qualified Opinion on Governmental Activities

As discussed in Note 12 to the financial statements, management has not recorded capital assets in the governmental activities opinion unit, which should be included to conform to the financial reporting provisions of the Oklahoma State Department of Education. The amount by which this departure would affect the assets, net position and expenses of the governmental activities has not been determined.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1, the financial statements are prepared by Lawton Independent School District No. 8, Comanche County, Oklahoma on the basis of the financial reporting provisions of Oklahoma State Department of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Oklahoma State Department of Education.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Emphasis of Matter—Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note A, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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 Lawton Independent School District No. 8's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Lawton Independent School District No. 8'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 Lawton Independent School District No. 8'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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Lawton Independent School District No. 8, Comanche County, Oklahoma's basic financial statements. The combining nonmajor fund financial statements and statement of changes in activity fund subaccounts, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also 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 nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the budgetary information and the statement of statutory fidelity and honesty bonds 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. Management has omitted the management discussion and analysis that Oklahoma Department of Education requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financials statements, is required by the Oklahoma Department of Education who considers it to be an essential part of the financial reporting for placing the basic financial statements in appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by the missing information.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 10, 2025, on our consideration of the Lawton Independent School District No. 8, Comanche County, Oklahoma's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Lawton Independent School District No. 8, Comanche County, Oklahoma'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 Lawton Independent School District No. 8, Comanche County, Oklahoma's internal control over financial reporting and compliance.



Norman, Oklahoma
January 10, 2025

BASIC FINANCIAL STATEMENTS

Lawton Independent School District No. 8
Comanche County, Oklahoma
Statement of Net Position – Regulatory Basis
June 30, 2024

	<u>Governmental Activities</u>
ASSETS	
Cash	\$ 81,151,884
Restricted Cash	-
Investments	15,806,538
Total Assets	<u>\$ 96,958,422</u>
LIABILITIES AND NET POSITION	
Current Liabilities	
Warrants Outstanding	\$ 10,441,669
Long -Term Liabilities	
Due within One Year	15,810,931
Due in More than One Year	<u>55,933,841</u>
Total Liabilities	<u>\$ 82,186,441</u>
Net Position	
Restricted for	
Building Services	\$ 35,979,871
Debt Service	10,809,667
Other	4,499
Scholarships	21,500
School Organizations	2,949,633
Unrestricted	<u>(34,993,189)</u>
Total Net Position	<u><u>\$ 14,771,981</u></u>

See Notes to Financial Statements

Lawton Independent School District No. 8
Comanche County, Oklahoma
Statement of Activities – Regulatory Basis
For the Year Ended June 30, 2024

		Program Revenues			Net (Expense) Revenue and Changes in Net Position Primary Government
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
	Expenses				Governmental Activities
<i>Functions/Programs</i>					
Primary Government					
Governmental Activities					
Instruction	\$ 80,730,047	\$ 64,063	\$ 21,588,762	\$ 79,384	\$ (58,997,838)
Support Services	70,113,611	1,755,985	492,267	-	(67,865,359)
Operation of Noninstructional Services	24,990,635	8,960,579	9,152,880	4,794,623	(2,082,553)
Interest on long-term debt	2,314,442	-	-	-	(2,314,442)
Total Governmental Activities	<u>\$ 178,148,735</u>	<u>\$ 10,780,627</u>	<u>\$ 31,233,909</u>	<u>\$ 4,874,007</u>	<u>\$ (131,260,192)</u>
General Revenues					
Taxes					
Property taxes, levied for general purposes					17,672,415
Property taxes, levied for building purposes					2,383,513
Property taxes, levied for sinking fund purposes					11,173,966
General Taxes					11,028,830
State aid - formula grants					90,410,475
Federal aid - formula grants					11,726,996
Investment Earnings					4,243,689
Total General Revenues					<u>\$ 148,639,884</u>
Change in Net Position					<u>\$ 17,379,692</u>
Net Position - Beginning, restated					(2,607,711)
Net Position - Ending					<u><u>\$ 14,771,981</u></u>

See Notes to Financial Statements

Lawton Independent School District No. 8
Comanche County, Oklahoma
Balance Sheet – Governmental Funds – Regulatory Basis
June 30, 2024

	General Fund	Building Fund	Sinking Fund	Other Governmental Funds	Total
Assets					
Cash and Cash Investments	\$ 30,089,528	\$ -	\$ -	\$ 2,949,634	\$ 33,039,162
Restricted Cash	-	29,274,985	10,809,667	8,023,572	48,108,224
Pooled Cash and Investments	8,306,538	7,500,000	-	-	15,806,538
Total Assets	<u>\$ 38,396,066</u>	<u>\$ 36,774,985</u>	<u>\$ 10,809,667</u>	<u>\$ 10,973,206</u>	<u>\$ 96,953,924</u>
Liabilities					
Warrants Outstanding	\$ 9,614,637	\$ 795,111	\$ -	\$ 31,921	\$ 10,441,669
Total Liabilities	<u>\$ 9,614,637</u>	<u>\$ 795,111</u>	<u>\$ -</u>	<u>\$ 31,921</u>	<u>\$ 10,441,669</u>
Fund Balances					
Restricted	\$ -	\$ 35,979,874	\$ 10,809,667	\$ 7,982,392	\$ 54,771,933
Committed	-	-	-	2,949,634	2,949,634
Assigned	28,781,429	-	-	9,259	28,790,688
Unassigned	-	-	-	-	-
Total Fund Balances	<u>\$ 28,781,429</u>	<u>\$ 35,979,874</u>	<u>\$ 10,809,667</u>	<u>\$ 10,941,285</u>	<u>\$ 86,512,255</u>
Total Liabilities and Fund Balances	<u>\$ 38,396,066</u>	<u>\$ 36,774,985</u>	<u>\$ 10,809,667</u>	<u>\$ 10,973,206</u>	

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

Internal service funds are used by management to charge costs of certain activities, such as insurance to individual funds

of the District. These assets and liabilities of the internal service funds, which are reported as proprietary funds rather than

governmental funds, are included in governmental activities in the statement of net assets

4,498

Long-term liabilities are not due and payable in the current period and therefore are not

reported as liabilities in the funds. Long-term liabilities at year-end consist of:

Bonds Payable	38,490,000	
Financed Purchases	32,605,206	
Compensated Absences	<u>649,566</u>	<u>(71,744,772)</u>

Net assets of governmental activities.

\$ 14,771,981

See Notes to Financial Statements

Lawton Independent School District No. 8
Comanche County, Oklahoma
Statement of Revenues, Expenditures and
Changes in Fund Balances – Governmental Funds – Regulatory Basis
For the Year Ended June 30, 2024

	General Fund	Building Fund	Sinking Fund	Other Governmental Funds	Total
REVENUE					
Property Taxes	\$ 17,247,765	\$ 2,466,039	\$ 11,516,090	\$ -	\$ 31,229,894
Interest	2,247,965	1,574,060	-	169,445	3,991,470
County Revenue	2,744,767	-	-	-	2,744,767
State Revenue	101,319,013	4,794,623	-	-	106,113,636
Federal Revenue	29,173,511	11,154,683	-	-	40,328,194
Other	<u>960,002</u>	<u>7,362,691</u>	<u>-</u>	<u>2,483,413</u>	<u>10,806,106</u>
Total Revenue	<u>\$ 153,693,023</u>	<u>\$ 27,352,096</u>	<u>\$ 11,516,090</u>	<u>\$ 2,652,858</u>	<u>\$ 195,214,067</u>
EXPENDITURES					
Current					
Instruction	\$ 79,287,309	\$ -	\$ -	\$ 1,488,200	\$ 80,775,509
Support Services	59,218,324	2,175,946	-	2,312,976	63,707,246
Non-instruction Services	10,094,961	-	-	576,521	10,671,482
Capital Outlay	750	10,761,667	-	14,441,363	25,203,780
Other Outlays	822,301	1,564,991	325,000	-	2,712,292
Debt Service					
Interest Paid	-	-	889,547	-	889,547
Principal Retirement	<u>-</u>	<u>-</u>	<u>10,385,000</u>	<u>-</u>	<u>10,385,000</u>
Total Expenditures	<u>\$ 149,423,645</u>	<u>\$ 14,502,604</u>	<u>\$ 11,599,547</u>	<u>\$ 18,819,060</u>	<u>\$ 194,344,856</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 4,269,378	12,849,492	\$ (83,457)	\$ (16,166,202)	\$ 869,211
Other Financing Sources					
Transfers	835,903	-	-	(835,903)	-
Estopped Warrants	40,980	-	-	2,091	43,071
Proceeds of Bonds and Leases	-	-	-	11,252,216	11,252,216
Sale of Capital Assets	<u>10,471</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,471</u>
Total Other Financing Sources	<u>\$ 887,354</u>	<u>-</u>	<u>-</u>	<u>10,418,404</u>	<u>11,305,758</u>
Net Change in Fund Balances	\$ 5,156,732	12,849,492	(83,457)	(5,747,798)	12,174,969
Fund Balances - Beginning, restated	<u>23,624,697</u>	<u>23,130,382</u>	<u>10,893,124</u>	<u>16,689,083</u>	<u>74,337,286</u>
Fund Balances - Ending	<u>\$ 28,781,429</u>	<u>\$ 35,979,874</u>	<u>\$ 10,809,667</u>	<u>\$ 10,941,285</u>	<u>\$ 86,512,255</u>

See Notes to Financial Statements

Lawton Independent School District No. 8
Comanche County, Oklahoma
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances – Governmental Funds – Regulatory Basis
For the Year Ended June 30, 2024

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

Net change in fund balances - total governmental funds				\$ 12,174,969
In the statement of activities, compensated absences are measured by the amounts earned and unused during the year. In governmental funds, expenditures is the amount of financial resources used (essentially the amounts actually paid). This year, compensated absences earned were more than the amounts used.				101,033
Proceeds of general obligation debt provide current financial resources for governmental funds but issuing debt increases long-term liabilities in the statement of net assets.				(11,000,000)
Proceeds of financed lease purchases provide current financial resources for governmental funds but issuing debt increases long-term liabilities in the statement of net assets.				-
Repayment of debt is an expenditure in the governmental funds, but repayment of debt reduced long-term liabilities in the statement of net assets	Bonds payable	\$ 10,385,000		
	Lease payable	<u>5,724,794</u>	16,109,794	
Internal service funds are used to charge costs of workers' compensation a to individual funds. The governmental funds included expenditures of \$10,694. The expenses of the governmental activities however reflects the actual costs incurred, \$16,798 .The difference represents the undercharge by the internal service funds that is allocated back to governmental activities and transfers				<u>(6,104)</u>
Change in net assets position of governmental activities.				<u>\$ 17,379,692</u>

See Notes to Financial Statements

Lawton Independent School District No. 8
Comanche County, Oklahoma
Statement of Net Position – Proprietary Funds – Regulatory Basis
June 30, 2024

	<u>Internal Service Funds</u>
	<u>Workers' Compensation</u>
ASSETS	
Cash and Cash Investments	<u>\$ 4,499</u>
Total Assets	<u>\$ 4,499</u>
LIABILITIES	
Warrants Outstanding	<u>\$ -</u>
NET POSITION	
Restricted	<u><u>\$ 4,499</u></u>

See Notes to Financial Statements

Lawton Independent School District No. 8
Comanche County, Oklahoma
Statement of Changes in Fund Net Position – Proprietary Funds – Regulatory Basis
For the Year Ended June 30, 2024

	<u>Internal Service Funds</u>
	<u>Workers' Compensation</u>
Operating Revenues	
Charges to other funds	<u>\$ 10,694</u>
Total Operating Revenues	<u>\$ 10,694</u>
Operating Expenses	
Other Outlays	<u>\$ 16,798</u>
Total Operating Expenses	<u>\$ 16,798</u>
Change in net position	(6,104)
Net Position- Beginning	<u>10,603</u>
Net Position- Ending	<u><u>\$ 4,499</u></u>

See Notes to Financial Statements

Lawton Independent School District No. 8
Comanche County, Oklahoma
Statement of Cash Flows— Proprietary Funds – Regulatory Basis
For the Year Ended June 30, 2024

	Internal Service Funds Workers' Compensation
Cash Flows from Operating Activities	
Received from assessments made to other funds	\$ 10,694
Payments of claims	<u>(16,798)</u>
Net cash used by operating activities	<u>\$ (6,104)</u>
Cash Flows from Noncapital Financing Activities	
Operating transfers to other funds	<u>\$ -</u>
Net increase (decrease) in cash	\$ (6,104)
Cash and cash equivalents, Beginning	<u>10,603</u>
Cash and cash equivalents, Ending	<u><u>\$ 4,499</u></u>
Cash Flows from Operating Activities	
Operating loss	\$ (6,104)
Adjustments to reconcile operating loss to	
Net cash provided (used) by operating activities	
Warrants Outstanding	-
Net cash provided (used) by operating activities	<u><u>\$ (6,104)</u></u>

See Notes to Financial Statements

Lawton Independent School District No. 8
Comanche County, Oklahoma
Statement of Fiduciary Net Position – Regulatory Basis
June 30, 2024

	Private- Purpose Trust
	<u> </u>
ASSETS	
Cash and Cash Investments	\$ 34,510
Investments	<u> 152,961</u>
Total Assets	<u>\$ 187,471</u>
LIABILITIES	
Warrants Outstanding	<u>\$ -</u>
NET POSITION	
Restricted for Scholarships	<u><u>\$ 187,471</u></u>

See Notes to Financial Statements

Lawton Independent School District No. 8
Comanche County, Oklahoma
Statement of Changes in Fiduciary Net Position – Regulatory Basis
For the Year Ended June 30, 2024

	Private- Purpose Trust
Additions:	
Investment Return	\$ 14,477
Total Additions	<u>\$ 14,477</u>
Deductions	
Scholarships Awarded	<u>\$ 8,500</u>
Total Deductions	<u>\$ 8,500</u>
Change In Net Position	\$ 5,977
Net Position- Beginning	<u>181,494</u>
Net Position- Ending	<u><u>\$ 187,471</u></u>

See Notes to Financial Statements

Lawton Independent School District No. 8
Comanche County, Oklahoma
Notes to Financial Statements
June 30, 2024

Note 1 - Summary of Significant Accounting Policies

The Reporting Entity - The Lawton Independent School District No. 8 (the District) is a corporate body for public purposes created under Title 70 of the Oklahoma Statutes and accordingly is a separate entity for operating and financial reporting purposes. The District is part of the public school system of Oklahoma under the general direction and control of the State Board of Education and is financially dependent on the State of Oklahoma for support. The general operating authority for the public school system is the Oklahoma School Code contained in Title 70 of the Oklahoma Statutes.

The governing body of the District is the Board of Education composed of elected members. The appointed superintendent is the executive officer of the District. There are no component units included within the reporting entity.

Financial Statement Presentation – The District prepares its financial statements in a presentation format that is, in substance, the format established by the Governmental Accounting Standards Board (GASB) Statement 34, *Basic Financial Statement – Management Discussion and Analysis for State and Local Governments*.

GASB Statement 34 established a financial reporting model for state and local governments that included the addition of management’s discussion and analysis, government-wide financial statements and the use elimination of the effects of internal service activities and the use of account groups to the already required fund financial statements and notes.

Basic Financial Statements – Government-Wide Statements

The District’s basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District’s major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. Governmental activities include programs primarily supported by taxes, State aid, grants and other intergovernmental revenue. The District does not have any activities classified as business-type activities.

In the government-wide Statement of Net Position, the District’s governmental activities are reported on cash receipts and disbursement basis modified as required by the regulations of the Oklahoma Department of Education to include property and equipment, depreciation and long-term debt and obligations. The District’s Net Position are reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position.

The government-wide Statement of Activities reports both the gross and net cost of each of the District’s programs and functions reported on the cash receipts and disbursement basis modified for depreciation. The functions are also supported by general government revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Direct expenses are those that are clearly identifiable with a specific function. Program revenues must be directly associated with the function. Charges for services include charges and fees to students, or customers who purchase, use or directly benefit from the goods, services, or privileges

Lawton Independent School District No. 8
Comanche County, Oklahoma
Notes to Financial Statements
June 30, 2024

provided by a given function. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

All interfund transactions between governmental funds and internal service funds are eliminated in the district- wide statements.

The net costs are normally covered by general revenue (property taxes, State and Federal aid, other taxes etc.).

The government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities. Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter is excluded from the district- wide financial statements. Major individual governmental funds are reported in separate columns in the fund financial statements.

Basic Financial Statements – Fund Financial Statements

Governmental fund financial statements are reported using the cash receipts and disbursement basis of accounting modified as required by the Oklahoma Department of Education to include investments, inventories on hand, encumbrances issued and warrants outstanding. The fund financial statements provide reports on the financial condition and results of operations of governmental, proprietary, and fiduciary fund categories. Since resources in the fiduciary funds cannot be used for District operations, they are not included in the district-wide statements.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operations. All other revenues and expenses are nonoperating.

The District reports the following major governmental funds:

- General Fund is the primary operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.
- Building Fund is used to account for monies derived from the building fund levy and rental of facilities to be used for erecting, remodeling, repairing or maintaining school buildings, paying energy and utility costs; paying fire and casualty insurance premiums for school facilities, security systems and personnel.
- Sinking Fund is used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt.

Additionally, the District reports the following fund types that are included in other governmental funds:

- Municipal Tax Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities and equipment as approved by voters for a special sales tax.

Lawton Independent School District No. 8
Comanche County, Oklahoma
Notes to Financial Statements
June 30, 2024

- Bond Fund 33 is used to account for proceeds from long-term financing and revenues and expenditures related to voter authorized construction and other capital asset acquisitions.
- Lease Revenue 2017 Fund 34 is used to account for proceeds from long-term financing and revenues and expenditures related to voter authorized construction and other capital asset acquisitions.
- Fund 35 is used to account for proceeds from a financed lease purchased for the turf projects throughout the District.
- Activity Fund is special revenue fund the district accounts for resources and expenditures incurred by the student activity groups.
- Gifts Fund is special revenue fund used to report donor restricted gifts.

Proprietary Funds- Internal Service Funds – Revenues and expenses related to services provided to organizations within the District on a cost reimbursement basis are accounted for in the internal service fund. The District's Internal Service Funds are the Workers' Compensation Fund (which is used only to fund remaining claims after self-insurance was discontinued in 2000)

Fiduciary Funds- Private purpose trust fund - The District accounts for resources held in a trust or custodial capacity for individuals or private organizations. These funds are primarily used for scholarships.

Basis of Accounting - Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

As to basis of accounting, the basic financial statements are essentially prepared on a basis of cash receipts and disbursements, modified as required by the regulations of the Oklahoma Department of Education as follows:

- Encumbrances represented by purchase orders, contracts and other commitments for the expenditure of monies are recorded as expenditures when approved.
- Vendor obligations due and payable for goods and services received are recorded as a reduction of the encumbrance when received and a payable until paid.
- Warrants/Checks payable are recorded as liabilities when issued.
- Investments and inventories are recorded as assets when purchased and reduced when used or sold.
- Capital assets in the government-wide statements are recorded when acquired and depreciated over their useful lives.
- Long-term debt reported in the government-wide statements is recorded when incurred.
- Accrued compensated absences are recorded as an expenditure and liability when the obligation is incurred.

This basis of accounting differs from accounting principles generally accepted in the United States of America, which would have required the government-wide financial statements as well as the fiduciary fund financial statements to be presented on the accrual basis of accounting. The fund financial statement under accounting principles generally accepted in the United States of America would have been presented on the modified accrual basis of accounting.

Lawton Independent School District No. 8
Comanche County, Oklahoma
Notes to Financial Statements
June 30, 2024

Inventories - Inventories in the general fund consist of expendable supplies held for the District's use and are carried at cost using the first-in, first-out method. Inventories are accounted for using the consumption method where materials and supplies are recorded as an expenditure when used rather than when purchased.

On the government-wide financial statements, United States Department of Agriculture (USDA) food commodities are recorded as revenue when received at fair value at the date of receipt and as an expense when used. USDA food commodities are not reported in the governmental funds. The inventory expense related to fixed assets available for sale will be recorded when the assets are sold.

Capital Assets - Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

• School Buildings	50 years
• Improvements	15 years
• Band Instruments	5 years
• Computers and Related Equipment	5 years
• Furniture and Equipment	5 years
• Vehicles	10 years

Compensated Absences – Sick leave is provided to all personnel who work more than 172 contract days per year. Employees on 9 or 10-month contracts earn 10 days per year. Employees on 12-month contracts earn 12 days per year. The District has a sick leave accumulation incentive program to encourage accumulation of sick leave by offering a stipend at time of retirement. The stipend is based on a tier system, which pays a different rate per day for each tier, from \$5 per day to \$20 per day. The maximum amount of the stipend is \$3,000.

Personnel in a full-time position, six or more hours per day, earn vacation time based on years of service. Those with less than 10 years of service earn 1 day per month of employment up to a maximum of 10 days per year and accumulated maximum of 30 days. Those with 10 or more years of service earn 1.5 days per month of employment up to a maximum of 15 days per year and an accumulated maximum of 30 days. Upon retirement, the accumulated days are reimbursed at the employee's effective rate of pay.

Budgets and Budgetary Accounting - The District is required by state law to prepare an annual budget. A preliminary budget must be submitted to the Board of Education by December 31 for the fiscal year beginning the following July 1. Because a majority of voters of the District approved a permanent levy in 2001 for the emergency levy and local support levy, an election to approve the levy is no longer held.

Lawton Independent School District No. 8
Comanche County, Oklahoma
Notes to Financial Statements
June 30, 2024

No later than October 1, each board of education shall prepare a financial statement and estimate of needs to be filed with the applicable county clerk and the State Department of Education. Once the county excise board has approved the estimate of needs, the board shall adopt a final budget within 45 days or the second regularly scheduled board meeting. No later than 15 days prior to adoption of a final budget, the board must conduct a public hearing for purposes of taking public comments. The final budget may be revised upon approval of the Board of Education in open meeting.

A budget is legally adopted by the Board of Education for the General Fund, Building Fund and the Debt Service Fund that includes revenues and expenditures.

Budgets generally assume the expenditure of all available resources. Therefore, when the legal budget is prepared, it is assumed these funds will not have a carryover balance to a subsequent year. Program revenue received but not spent is restricted and deferred to the subsequent fiscal year.

Encumbrances - Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of resources are recorded as expenditures of the applicable funds, is used.

Cash and Cash Equivalents - The District considers all cash on hand, demand deposits, money market checking and certificates of deposit, held at an individual bank which are subject to early withdrawal penalties no matter what the maturity period, to be cash. All short-term cash surpluses are maintained in a cash pool, the earnings from which are allocated to each fund based on month-end deposit balances. State statutes require collateral for deposits in excess of insured amounts. The collateral's market value must exceed the insured deposit.

Investments - The District's investment policies are governed by state statutes. Permissible investments include:

1. Direct obligations of the United States Government and Agencies
2. Obligations to the payment of which the full faith and credit of the State of Oklahoma is pledged
3. Certificates of deposit of savings and loan associations and bank and trust companies secured by acceptable collateral
4. Savings accounts or savings certificates of savings and loan associations that are fully insured
5. County, municipal and school district direct debt obligations
6. Money market mutual funds regulated by the Securities and Exchange Commission
7. Warrants, bonds or judgments of the school district
8. Qualified pooled investment programs

Property Tax Revenues - The District is authorized by state law to levy property taxes, which consist of ad valorem taxes on real and personal property within the District. The County Assessor, upon receipt of the certification of tax levies from the county excise board, extends the tax levies on the tax roll for submission to the county treasurer prior to October 1. The county treasurer must commence tax collection within fifteen days of receipt of the tax rolls. The first half of taxes is due prior to January 1. The second half is due prior to April 1.

Lawton Independent School District No. 8
Comanche County, Oklahoma
Notes to Financial Statements
June 30, 2024

If the first payment is not made timely, the entire tax becomes due and payable on January 1. Second half taxes become delinquent on April 1 of the year following the year of assessment. If not paid for a period of three years or more as of the date such taxes first become due, the property is offered for sale.

State Revenues - Revenues from state sources for current operations are primarily governed by the state aid formula under the provisions of Article XVIII, Title 70, Oklahoma Statutes. The State Board of Education administers the allocation of state aid funds to school districts based on information accumulated from the districts. Approximately 54% of the District's revenue comes from state sources.

After review and verification of reports and supporting documentation, the State Department of Education may adjust subsequent fiscal period allocations of money for prior year errors disclosed by review. Normally, such adjustments are treated as reductions or additions of revenue of the year when the adjustment is made.

The District receives revenue from the state to administer certain categorical educational programs. State Board of Education rules require that revenue earmarked for these programs be expended only for the programs for which the money is provided and require that the money not expended as of the close of the fiscal year be carried forward into the following year to be expended for the same categorical programs. The State Department of Education requires that categorical educational program revenues be accounted for in the general fund.

Interfund Transfers - During the course of normal operations, the District has transactions between funds including expenditures and transfers of resources to provide services, purchase assets and service debt. Transactions that are normal and recurring between funds are recorded as transfers.

Use of Estimates – The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Note 2 -Net Position and Fund Balance

District-Wide Financial Statements – When the District incurs an expense for which it may use either restricted or unrestricted Net Position, it uses restricted Net Position first unless unrestricted Net Position will have to be returned because they were not used. Net Position on the Statement of Net Position include the following:

Net Investment in Capital Assets – The component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unspent proceeds, that is directly attributable to the acquisition, construction or improvement of these capital assets. See Note 12 related to this component.

Restricted for Debt Service – The component of net position that reports the amount of funds

Lawton Independent School District No. 8
Comanche County, Oklahoma
Notes to Financial Statements
June 30, 2024

restricted for payment of principal and interest on debt. This amount is restricted by enabling legislation and debt covenants.

Restricted for Capital Projects – The component of net position that reports the amount of funds restricted for capital projects being funded by lease revenue bonds from Comanche County Educational Facilities Authority.

Restricted for Buildings – The component of net position that reports the excess of property taxes and other revenue collected in excess of expenses for operation of the District's buildings. This amount is restricted by enabling legislation.

Restricted for School Organizations – The component of net position that report the assets restricted for use by student organizations and extracurricular activities. This amount is restricted by regulations of the Oklahoma State Department of Education.

Restricted for Scholarships – the component of net position that report the assets restricted for scholarships.

Unrestricted – The difference between assets and liabilities that is not reported as restricted for any particular purpose.

The government-wide statement of net position reports \$49,765,170 of restricted net position.

Governmental Fund Financial Statements – The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The District has classified inventory as being nonspendable as these items are not expected to be converted to cash or are not expected to be converted to cash within the next year.

Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The District has classified school construction expenditures as being restricted because their use is restricted by state statute or legislation regarding use of expenditures. Debt service resources are to be used for future servicing of the revenue note and are restricted through debt covenants. Other purposes are restricted for scholarship purposes from contributors.

Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts

Lawton Independent School District No. 8
Comanche County, Oklahoma
Notes to Financial Statements
June 30, 2024

cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The District has classified school program activities as being committed because their use is imposed by the Board of Education regarding use of expenditures.

Assigned: This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to management through the budgetary process.

Unassigned: This classification includes the residual fund balance for the General Fund. The unassigned classification would also include any negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of assigned fund balance amounts. The District has not established a formal stabilization arrangement regarding minimum funding requirements.

As of June 30, 2024, fund balances are comprised of the following:

	General Fund	Building Fund	Sinking Fund	Other Governmental Funds	Total Governmental Funds
Restricted					
Debt Service	\$ -	\$ -	\$ 10,809,667	\$ -	\$ 10,809,667
School Construction and Fixed Assets	-	35,979,874	-	7,960,892	43,940,766
Building Operation and Maintenance	-	-	-	-	-
Scholarships	-	-	-	21,500	21,500
Committed			-		
School Organizations	-	-	-	2,949,634	2,949,634
Assigned					
School Facilities		-		9,259	9,259
Next Fiscal Year	28,781,429	-		-	28,781,429
Unassigned	-	-	-	-	-
	<u>\$ 28,781,429</u>	<u>\$35,979,874</u>	<u>\$ 10,809,667</u>	<u>\$ 10,941,285</u>	<u>\$ 86,512,255</u>

The District would typically use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer the use of these other classified funds.

Note 3 - Cash and Investments

Deposits – At June 30, 2024, the bank balance of deposits and cash pools was \$80,588,397. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's policy requires collateral for all deposits not covered by Federal Deposit Insurance Corporation insurance. At June 30, 2024, the District was not exposed to custodial credit risk.

Lawton Independent School District No. 8
Comanche County, Oklahoma
Notes to Financial Statements
June 30, 2024

Investments - The District participates in an external investment pool, Oklahoma Public School Liquid Asset Pool (OLAP). The plan is sponsored by the Oklahoma State School Boards Association, Cooperative Council of Oklahoma School Administration, Organization of Rural Oklahoma Schools and the Oklahoma Association of School Business Officials. OLAP is governed through an inter local cooperative agreement and the investment advisors and other professionals are competitively selected. OLAP reported value and fair market value are equal at June 30, 2024. To receive a copy of the Oklahoma Public School Liquid Asset Pool annual audit report, call toll free 1-866-472-6527 or visit www.OLAPonline.org. OLAP's portfolio consists of cash and short-term investments valued at amortized cost which approximates fair value. OLAP invest in obligations of the U.S Government, its agencies and instrumentalities and repurchase agreements, provided that the underlying collateral consists of obligations of the U.S. government, its agencies and instrumentalities and the OLAP custodian takes delivery of the collateral. Total external pool investments at June 30, 2024 are \$15,806,538 which are shown on the statement of net position as unrestricted \$15,806,538.

The District holds the following investments in the endowment fund:

Type of Investment	Cost	Fair Value	Investment Maturities (in Years)			
			Less than 1 Year	1-5 Years	6-10 Years	Over 10 Years
Money-Market Mutual Funds	\$ 149,869	\$ 149,869	\$ 149,869	\$ -	\$ -	\$ -
Fixed Income	3,091	3,091	3,091	-	-	-
	<u>\$ 152,960</u>	<u>\$ 152,960</u>	<u>\$ 152,960</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Credit Risk - Investments – Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. The District does not have a formal policy limiting its exposure arising from concentration of investments. Investments held by the District in investment pools (sweep accounts and external investment pools) are considered unclassified as to custodial credit risk because they are not evidenced by securities that exist in physical or book entry form.. OLAP held securities of \$15,806,538 have Standard & Poor's ratings of 8.21 percent AA+, 62.76 percent N/A , 5.51 percent A+, 0.60 percent AAAm, and 22.92 percent NR. Securities with NR rating are bank deposit accounts. Investments held in the endowment fund in money market mutual funds and federal agencies are rated Aaa by Moody's. Investments within the mutual funds are rated based on individual holdings of each fund. The mutual funds as a whole are not rated.

Investment Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair market value of an investment. The risk related to investments in the endowment fund are shown in the table above. The District does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses from increasing interest rates.

Lawton Independent School District No. 8
Comanche County, Oklahoma
Notes to Financial Statements
June 30, 2024

Note 4 - Long-Term Liabilities

The long-term liability balances and activity for the year were as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Bonds payable (Direct Placement)	\$ 37,875,000	\$ 11,000,000	\$ 10,385,000	\$ 38,490,000	\$ 10,165,000
CCPFA Lease Purchase (Direct Borrowing)	28,330,000	-	3,680,000	24,650,000	3,680,000
Lease Purchase/Turf Projects (Direct Borrowing)	10,000,000	-	2,044,794	7,955,206	1,836,019
Compensated absences	750,598	-	101,032	649,566	129,912
	<u>\$ 76,955,598</u>	<u>\$ 11,000,000</u>	<u>\$ 16,210,826</u>	<u>\$ 71,744,772</u>	<u>\$ 15,810,931</u>

Payments on bonds are made by the debt service fund with property taxes. The lease purchase is liquidated with general obligation bond proceeds. Compensated are generally liquidated by the general fund.

Bonds: Bonds payable June 30, 2024, is composed of the following individual general obligation bond issues:

Original Issue Amount	Purpose	Issue Date	Final Payment	Interest Rates	Maturity
8,000,000	Combined Purpose	3/1/2020	2,000,000	2.000%	3/1/2025
9,000,000	Combined Purpose	3/1/2021	2,500,000	Variable	3/1/2026
8,800,000	Building Bonds	3/1/2022	1,200,000	Variable	3/1/2024
13,075,000	Building Bonds	3/1/2023	3,495,000	Variable	3/1/2028
905,000	Building Bonds	3/1/2023	905,000	4.625%	3/1/2025
10,210,000	Building Bonds	3/1/2024	10,210,000	4.000%	3/1/2029
790,000	Building Bonds	3/1/2024	790,000	5.100%	3/1/2029

The annual requirements to amortize all bond debt outstanding as of June 30, 2024 including interest payments are as follows:

Year Ending June 30	Principal	Interest	Total
2025	\$ 10,165,000	\$ 1,155,536	\$11,320,536
2026	10,915,000	927,580	11,842,580
2027	8,415,000	610,455	9,025,455
2028	6,245,000	324,850	6,569,850
2029	2,750,000	110,000	2,860,000
	<u>\$ 38,490,000</u>	<u>\$ 3,128,421</u>	<u>\$41,618,421</u>

Lawton Independent School District No. 8
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Notes to Financial Statements
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State statutes prohibit the District from becoming indebted in an amount exceeding the revenue to be received for any fiscal year without approval by the District's voters. Bond issues have been approved by the voters and issued by the District for various capital improvements. These bonds are required to be fully paid serially within 25 years from the date of issue. General obligation bonded debt of the District is limited by state law to 10% of the assessed valuation of the District. The legal debt limit at June 30, 2024 is \$49,309,258.

Proceeds of general obligation bond issues are recorded in the bond fund and at least 85% of the proceeds are restricted to the use for which they were approved in the bond elections.

The District has entered financing arrangements with Comanche County Educational Facilities Authority (see Note 13). These financing arrangements are accounted for as financed purchases, since for accounting purposes the title transfers at the end of lease term. The leases contain a clause which gives the District the ability to terminate the lease agreements at the end of each fiscal year. April 2023 the District has entered into a \$10,000,000 Lease Agreement with a Bank for the District's football, baseball and softball artificial turf fields. There will be five annual payments of \$2,260,628 beginning on 9/1/2023 and ending 9/1/2027 at a 5.25% interest rate, which will have a total interest amount of \$1,303,137 over the period of the lease purchase. This obligation will be liquidated with building fund and residual bond funds.

The schedule of future minimum lease payments under the capital leases and the present value of the net minimum lease payments for years ending June 30, are as follows:

CCPFA Lease Purchase (Direct Borrowing)			
Year Ending June 30	Future Minimum Lease Payments	Less Interest	Present Value of Minimum Lease Payments
2025	\$ 6,219,615	\$ (769,615)	\$ 5,450,000
2026	5,310,120	(600,120)	4,710,000
2027	9,798,639	(453,639)	9,345,000
2028	5,308,010	(163,010)	5,145,000
	<u>\$ 26,636,384</u>	<u>\$ (1,986,384)</u>	<u>\$ 24,650,000</u>

Lease Purchase/Turf Projects (Direct Borrowing)			
Year Ending June 30	Future Minimum Lease Payments	Less Interest	Present Value of Minimum Lease Payments
2025	\$ 2,260,628	\$ (424,609)	\$ 1,836,019
2026	2,260,628	(325,719)	1,934,909
2027	2,260,628	(222,726)	2,037,902
2028	2,260,628	(114,252)	2,146,376
	<u>\$ 9,042,512</u>	<u>\$ (1,087,306)</u>	<u>\$ 7,955,206</u>

Lawton Independent School District No. 8
Comanche County, Oklahoma
Notes to Financial Statements
June 30, 2024

Pledged Revenues

The District has pledged future issuances of general obligation bonds to repay \$55,000,000 plus interest lease revenues bonds with Comanche County Educational Facilities Authority (CCEFA). Proceeds from the lease revenues bonds are to be for the construction and placement of improvements on real property. The general obligation bonds of the District will be issued prior to the payment due to of lease purchase payments to CCEFA. One hundred percent of the general obligation bonds will be used to pay the lease revenue bond payments and bond issuance costs. The annual payments started June 1, 2019 and will continue with final payment due to CCEFA on June 1, 2028.

Property tax revenues collected by the District are pledged to repay the District's General Obligation Bonds. As of June 30, 2024, \$38,490,000 general obligations were outstanding and \$40,685,000 of general obligations bonds were authorized but not issued as of June 30, 2024. Current year collected \$11,516,000 of pledged revenues and paid \$10,385,000 of principal and interest expenses toward obligations.

Note 5 - Employee Retirement System

Teachers' Retirement System of Oklahoma

Plan Description – The System provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. The ability to establish and amend benefit provisions is the responsibility of the state legislature. The System issues a publicly available financial report that includes financial statements and required supplementary information for the employees of the District. The System issues a publicly available financial report that can be obtained at <http://www.ok.gov/trs/>.

Benefits Provided – The System provides defined retirement benefits based on members' final compensation, age, and term of service. In addition, the retirement program provides for benefits upon disability and to survivors upon the death of eligible members. Title 70 O.S. Sec. 17-105 defines all retirement benefits. The authority to establish and amend benefit provisions rests with the State Legislature.

Funding Policy – Under the System, contributions are made by the District, the State of Oklahoma, and the participating employees. Participation is required for all teachers and other certified employees and is optional for all other regular employees of public educational institutions who work at least 20 hours per week.

Contributions – In accordance with *Oklahoma Statutes*, System members are required to contribute 7.00% of applicable compensation. For the year ended June 30, 2024, qualifying employee contributions were reduced by a retirement credit of \$621,803 provided by Enrolled House Bill 1873 and paid by the State of Oklahoma as on-behalf payments. For the year ended June 30, 2024, the District had a statutory contribution rate of 9.5% plus 8.40% as a match for salaries funded by federal programs. The contribution requirements of System members and the District are established and may be amended by the state legislature.

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June 30, 2024

The District's contributions to TRS (net of retirement credit paid by the State of Oklahoma) for the year ended June 30, 2024 were \$7,848,067 equal to the required contributions for the year.

Pension plan fiduciary net position – Detailed information about the pension plan's fiduciary net position is available in the separately issued TRS financial report that can be obtained at <http://www.ok.gov/trs/>.

Note 6 - Other Post-Employment Benefits (OPEB)

In addition to the retirement plan described in Note 5, the District participates in the state-administered Supplemental Health Insurance Program (OPEB Plan) within Teachers' Retirement System of Oklahoma (the OPEB System), which is a cost-sharing multiple-employer defined benefit OPEB plan administered by the Teacher Retirement System (TRS).

Plan Description – The OPEB System pays a monthly health insurance premium supplement for each retired member who is enrolled in the health insurance plan provided by the State and Education Employees Group Health and Dental Insurance plan or in an insurance program provided by a participating education employer who provides health insurance coverage to former employees, provided the retired member had at least ten (10) years of Oklahoma service prior to retirement.

Benefits Provided – All retirees are eligible except for special retirees (as defined) and spouses and beneficiaries as long as they have at least 10 years of service. Retirees who elect such coverage receive the smaller of (i) a Medicare supplement benefit, if eligible, or (ii) an amount between \$100 and \$105 per month, depending on service and final average compensation. Payments made on the retirees' behalf to the Employees Group Insurance Division of the Office of Management and Enterprise Services, if the member continues health coverage under that Plan, or (ii) to the member's former employer, if the member retains health coverage under a plan maintained by the former employer.

Contributions – Employer and employee contributions are made based upon the TRS Plan provisions contained in State Statute Title 70, as amended. However, the statutes do not specify or identify any particular contribution source to pay the health insurance subsidy. Based on the contribution requirements of Title 70, employers and employees contribute a single amount based on a single contribution rate as described in Note 5; from this amount OTRS allocates a portion of the contributions to the supplemental health insurance program.

OPEB plan fiduciary net position – Detailed information about the OPEB plan's fiduciary net position is available in the separately issued TRS financial report that can be obtained at <http://www.ok.gov/trs/>.

Note 7 - Commitments and Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the

Lawton Independent School District No. 8
Comanche County, Oklahoma
Notes to Financial Statements
June 30, 2024

applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, the District believes the resolution of these matters will not have a material adverse effect on the financial condition of the District. Should a judgment be awarded against the District, it would be levied through the District's sinking fund over a three-year period pursuant to state law.

In exchange for \$50, the District entered into a lease with the City of Lawton for use of the original Lawton High School building. The lease has a 50 year term commencing fiscal year 2010. The property will become the City of Lawton's at the end of the lease.

The District has outstanding construction and purchase commitments of approximately \$13,053,000 financed with Building Fund and \$791,000 financed with other governmental funds.

Note 8 - Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the District carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

Note 9 - Interfund transactions

Interfund amounts result from short term cash funding in pooled cash. Transfers are used to move revenues to the fund that state statute requires them to be accounted for.

<u>Transfer From</u>	<u>Transfer to</u>	<u>Amount</u>	<u>Nature of Transfer</u>
Activity Fund	General Fund	835,903	Operating transfer
		<u>835,903</u>	

Note 10 – Lease Revenue Bond Agreements

On March 29, 2018 the Board of Education entered into ground lease and sublease agreements with the Comanche County Educational Facilities Authority (CCEFA), a public trust, for the purpose of facilitating the issuance of the bonds, to provide security for payment of the bonds, and to enable the District to utilize the bond proceeds for the construction and placement of improvements on real property. The lease agreements will remain in effect to June 30, 2028. The Authority advanced \$55,000,000 in lease revenue bonds, series 2017, to the District for the acquisition and construction of buildings and improvements. The District will use money received from general obligation debt to repay the lease. The advanced funds are being held in a trust and District remits applications for payments. The balance of the advanced funds is reported as Restricted Cash in Lease Revenue 2017 Fund 34 on Balance Sheet of Governmental Funds and on the Statement of Net Position.

Lawton Independent School District No. 8
Comanche County, Oklahoma
Notes to Financial Statements
June 30, 2024

Note 11 – Tax Abatement

The State of Oklahoma has authorized by the Oklahoma State Statutes Title 31 to offer homestead and Veterans exemptions to Ad Valorem property taxes. These exemptions reduce the ad valorem taxes remitted to the District.

For the year ended June 30, 2024, abated property taxes were approximately \$3.3 million.

Note 12 – Capital Assets in Governmental Activities

The District is still in the process of making sure all information has been captured into capital assets. As of June 30, 2024 the information was not reported in the financial statements.

Note 13 – Subsequent Event

The District has evaluated subsequent events through the date of this report which is the date the financial statements were available to be issued.

Note 14 – Prior Period Adjustment

The District has determined that transfers related to activity fund and general fund, were not completed entirely as of June 30, 2023, and therefore adjustments were made to restate prior year balances:

	Previously Presented as of 6/30/2023	Restatement	Restated Balance as of 6/30/23
Statement of Net Position-Regulatory Basis			
Assets:			
Cash	83,283,039	330,320	83,613,359
Net Position			
Restricted For			
Building Services	23,130,383		23,130,383
Debt Services	10,893,124		10,893,124
Other	10,603		10,603
Scholarships	22,000		22,000
School Organizations	2,732,480	330,320	3,062,800
Unrestricted	(39,726,621)		(39,726,621)
Total Net Position:	<u>(2,938,031)</u>		<u>(2,607,711)</u>
Balance Sheet -- Governmental Funds-Regulatory Basis			
Other Governmental Funds			
Assets			
Cash and Cash Investments	2,732,480	330,320	3,062,800
Fund Balances			
Restricted	13,626,283		13,626,283
Committed	2,732,480	330,320	3,062,800
Total Fund Balance	<u>16,358,763</u>		<u>16,689,083</u>

OTHER SUPPLEMENTARY INFORMATION

Lawton Independent School District No. 8
Comanche County, Oklahoma
Combining Balance Sheet – Other Governmental Funds – Regulatory Basis
June 30, 2024

		Lease Revenue				
	Bond	2017 Bond		Activity	Gifts	
	Fund 33	Fund 34	Fund 35	Fund	Fund	Total
Assets						
Cash and Cash Investments	\$ -	\$ -	\$ -	\$ 2,949,634	\$ -	\$ 2,949,634
Restricted Cash	<u>7,962,615</u>	<u>38,957</u>	<u>-</u>	<u>-</u>	<u>22,000</u>	<u>8,023,572</u>
Total Assets	<u><u>\$ 7,962,615</u></u>	<u><u>\$ 38,957</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,949,634</u></u>	<u><u>\$ 22,000</u></u>	<u><u>\$ 10,973,206</u></u>
Liabilities						
Warrants Outstanding	<u>\$ 91</u>	<u>\$ 31,330</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 500</u>	<u>\$ 31,921</u>
Total Liabilities	<u><u>\$ 91</u></u>	<u><u>\$ 31,330</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 500</u></u>	<u><u>\$ 31,921</u></u>
Fund Balances						
Restricted	\$ 7,958,013	\$ 2,879	\$ -	\$ -	\$ 21,500	\$ 7,982,392
Committed	-	-	-	2,949,634	-	2,949,634
Assigned	4,511	4,748	-	-	-	9,259
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u><u>7,962,524</u></u>	<u><u>7,627</u></u>	<u><u>-</u></u>	<u><u>2,949,634</u></u>	<u><u>21,500</u></u>	<u><u>10,941,285</u></u>
Total Liabilities and Fund Balance	<u><u>\$ 7,962,615</u></u>	<u><u>\$ 38,957</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,949,634</u></u>	<u><u>\$ 22,000</u></u>	<u><u>\$ 10,973,206</u></u>

Lawton Independent School District No. 8
Comanche County, Oklahoma
Combining Statement of Revenue, Expenditures and Changes in Fund Balance
– Other Governmental Funds – Regulatory Basis
For the Year Ended June 30, 2024

	Bond Fund 33	2017 Bond Fund 34	Fund 35	Activity Fund	Gifts Fund	Total
REVENUE						
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	4,511	4,748	-	160,186	-	169,445
Other	-	-	-	2,466,413	17,000	2,483,413
Total Revenue	<u>\$ 4,511</u>	<u>\$ 4,748</u>	<u>\$ -</u>	<u>\$ 2,626,599</u>	<u>\$ 17,000</u>	<u>\$ 2,652,858</u>
EXPENDITURES						
Current						
Instruction	\$ 1,271,897	\$ -	\$ -	\$ 216,303	\$ -	\$ 1,488,200
Support Services	1,182,347	-	-	1,113,129	17,500	2,312,976
Non-instruction Services	-	-	-	576,521	-	576,521
Capital Outlay	<u>3,425,475</u>	<u>4,564,063</u>	<u>6,451,825</u>	<u>-</u>	<u>-</u>	<u>14,441,363</u>
Total Expenditures	<u>\$ 5,879,719</u>	<u>\$ 4,564,063</u>	<u>\$ 6,451,825</u>	<u>\$ 1,905,953</u>	<u>\$ 17,500</u>	<u>\$ 18,819,060</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,875,208)</u>	<u>(4,559,315)</u>	<u>(6,451,825)</u>	<u>720,646</u>	<u>(500)</u>	<u>(16,166,202)</u>
Other Financing Sources						
Transfers	-	-	-	(835,903)	-	(835,903)
Estopped warrants	-	-	-	2,091	-	2,091
Proceeds of bonds	<u>6,688,153</u>	<u>4,564,063</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,252,216</u>
Total Other Financing Sources	<u>6,688,153</u>	<u>4,564,063</u>	<u>-</u>	<u>(833,812)</u>	<u>-</u>	<u>10,418,404</u>
Net Change in Fund Balances	812,945	4,748	(6,451,825)	(113,166)	(500)	(5,747,798)
Fund Balances, Beginning	<u>7,149,579</u>	<u>2,879</u>	<u>6,451,825</u>	<u>3,062,800</u>	<u>22,000</u>	<u>16,689,083</u>
Fund Balances, Ending	<u>\$ 7,962,524</u>	<u>\$ 7,627</u>	<u>\$ -</u>	<u>\$ 2,949,634</u>	<u>\$ 21,500</u>	<u>\$ 10,941,285</u>

Lawton Independent School District No. 8
Comanche County, Oklahoma
Combining Statement of Assets and Fund Balances
– Activity Fund
For the Year Ended June 30, 2024

<u>PROJECT NUMBER</u>	<u>PROJECT NAME ACTIVITES</u>	<u>BALANCE JULY 1, 2023</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE JUNE 30, 2024</u>
801	FOOTBALL EXTRAS	9,962	2,360	7,194	5,128
802	BOYS BASKETBALL EXTRAS	1,181	3,300	738	3,743
803	GIRLS BASKETBALL EXTRAS	7,144	2,286	5,843	3,587
805	BOYS BASEBALL EXTRAS	1,744	6,065	2,195	5,614
806	GIRLS SOFTBALL EXTRAS	4,600	900	3,563	1,937
807	WRESTLING EXTRAS	3,249	630	2,082	1,796
808	BOYS TENNIS EXTRAS	735	1,235	1,460	509
809	GIRLS TENNIS EXTRAS	49	3,124	2,287	886
811	BOYS TRACK EXTRAS	2,267	350	-	2,617
812	GIRLS TRACK EXTRAS	1,492	-	-	1,492
813	BOYS GOLF EXTRAS	7,036	500	2,022	5,514
814	BOYS CROSS COUNTRY EXTRAS	681	-	-	681
815	BOYS SOCCER EXTRAS	377	-	-	377
816	GIRLS VOLLEYBALL EXTRAS	1,904	2,810	363	4,351
817	TRAINERS EXTRAS	3,310	-	1,516	1,794
819	ALL SPORTS EXTRAS	21,739	7,205	13,655	15,289
820	GIRLS SOCCER EXTRAS	2,129	-	-	2,129
821	GIRLS GOLF EXTRAS	2,620	-	2,200	421
822	GIRLS CROSS COUNTRY EXTRA	328	-	-	328
830	DISTRICT ATHLETICS	(2,390)	251,574	47,909	201,275
831	DISTRICT CONCESSION	3,799	61,371	61,451	3,719
832	ATHLETICS (DISTRICT)	26,208	35,064	39,738	21,534
836	DISTRICT SWIMMING	1,875	-	1,101	774
840	ATHLETICS (SITES)	393,528	142,431	336,244	199,715
850	GENERAL	548,121	359,069	684,402	222,788
851	ACADEMIC TEAM	4,725	2,308	2,757	4,276
852	AGRICULTURE	32,908	49,487	52,965	29,430
853	AP EXAM	11,215	18	-	11,233
854	ART	12,003	3,348	6,527	8,824
856	ASSISTANCE CLUB	14,205	11,745	11,745	14,205
857	ARTS IN EDUCATION	102	-	-	102
858	ACE	6,504	-	407	6,097
859	ADVANCE PLACEMENT	636	40	-	676
860	BAND	22,126	38,570	34,380	26,316
861	BUILDERS CLUB	2,743	90	-	2,833
862	ENGLISH	149	225	283	91
863	BOE REIMBURSEMENT	12,275	6,609	9,587	9,297
864	CAMPUS CRIME STOPPER	715	3,240	2,952	1,003
865	AMERICAN STUDIES CLUB	623	-	-	623
867	CHEERLEADERS	32,082	85,073	85,824	31,332
868	CHEMISTRY	702	-	140	563
869	CLOSE-UP	97	-	-	97
870	DISTRICT DEVICES	448,074	95,336	26,420	516,990
871	6TH GRADE TEAM	3,850	100	420	3,529
872	7TH GRADE TEAM	1,775	-	596	1,179
873	8TH GRADE TEAM	1,282	-	305	977

Lawton Independent School District No. 8
Comanche County, Oklahoma
Combining Statement of Assets and Fund Balances
– Activity Fund
For the Year Ended June 30, 2024

<u>PROJECT NUMBER</u>	<u>PROJECT NAME ACTIVITIES</u>	<u>BALANCE JULY 1, 2023</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE JUNE 30, 2024</u>
874	DRIVER'S ED	-	35,301	-	35,301
875	CONCESSIONS	13,692	30,336	21,289	22,739
876	CHROMEBOOKS	6,409	-	2,035	4,374
877	ED TECH	864	364	328	900
878	COOKING CLUB	311	-	216	95
879	BATTLE OF THE BOOKS (BOB)	1,235	-	-	1,235
880	eSPORTS	7,793	6,784	7,415	7,162
881	CULTURAL AWARENESS	750	1,415	1,714	451
883	COUNSELORS	1,497	-	96	1,401
884	ANIME	28	-	-	28
885	DRAMA	12,461	5,119	7,398	10,182
886	LETTERMEN CLUB	409	-	-	409
887	COMPUTER CLASS	161	-	-	161
888	AFRICAN AMER. MULT.	3,687	996	417	4,267
889	FFA	251	415	-	666
890	FCA	2,215	2,499	2,805	1,909
891	FCCLA	1,789	1,656	677	2,768
892	FBLA	886	-	-	886
893	CHARACTER ED	208	-	-	208
894	FENCING CLUB	1,779	-	140	1,639
895	BPA	2,102	377	1,770	709
896	FISHING CLUB	350	-	96	254
897	LPSPD K9 D.A.R.E.	850	450	792	508
898	FFA HORTICULTURE	17,597	4,111	1,651	20,057
899	FRENCH CLUB	7	-	-	7
900	CROCHET CLUB	300	331	337	294
901	GIFTED/TALENTED	1,575	-	-	1,575
902	DRILL TEAM	10,473	34,967	28,625	16,814
903	MENTORSHIP PROGRAM	7,709	4,000	5,280	6,429
904	NEWSPAPER	1,296	-	462	834
905	LIBRARY	106,195	78,162	74,905	109,452
906	KEY CLUB	8,930	11,955	12,081	8,804
907	MATHEMATICS	2,960	770	748	2,982
908	NHS	16,412	7,359	5,793	17,978
909	NJHS	11,195	4,466	6,303	9,358
910	MISC. EXPENSE	196,547	157,933	26,960	327,520
911	NATIVE AMERICAN CLUB	4,598	446	1,537	3,507
912	MILITARY CHILD CLUB	7,236	367	785	6,818
913	OPEN DOORS	69	-	-	69
914	ORCHESTRA	8,688	16,509	16,764	8,433
915	PHYSICS	176	-	-	176
916	PHYSICAL EDUCATION	1,278	-	389	888
917	ROBOTICS	2,318	876	944	2,250
918	PEP CLUB	1,500	660	968	1,192
919	PICTURES	78,637	14,977	9,416	84,198
920	JROTC	22,712	34,830	37,904	19,637
921	RENAISSANCE	5,834	6,000	5,818	6,016
922	RESOURCE CENTER	6,239	-	966	5,273

Lawton Independent School District No. 8
Comanche County, Oklahoma
Combining Statement of Assets and Fund Balances
– Activity Fund
For the Year Ended June 30, 2024

<u>PROJECT NUMBER</u>	<u>PROJECT NAME ACTIVITIES</u>	<u>BALANCE JULY 1, 2023</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE JUNE 30, 2024</u>
924	SCIENCE CLUB	11,066	550	2,418	9,197
925	ELECTIVES	2,678	-	-	2,678
926	LPS STROLLING STRING	1,224	-	-	1,224
927	SPANISH CLUB	3,097	1,450	1,176	3,371
928	SPEECH & DEBATE	627	4,394	3,611	1,410
929	SPECIAL EDUCATION	7,794	1,170	3,490	5,474
930	STEM	6,661	1,391	844	7,208
931	STUDENT COUNCIL	58,108	91,586	77,498	72,196
932	HUMAN RESOURCES	16	-	-	16
933	STUDENT STORE	5,578	2,019	890	6,708
934	SENIORS 2025	3,666	1,666	1,231	4,101
935	SENIORS 2026	1,103	485	579	1,009
936	SENIORS 2027	245	1,671	1,275	641
937	SENIORS 2028	3,552	-	-	3,552
938	SENIORS 2024	4,989	19,952	14,552	10,389
939	AUTISM	1,087	872	1,135	823
941	T18-21 TRANSITION PROGRAM	-	1,160	173	988
943	TECHNOLOGY	3,185	3,097	3,161	3,121
944	TECHNOLOGY STUDENT ASSOC	477	-	-	477
945	TEXTBOOKS	250	-	-	250
946	VOCAL MUSIC	22,933	45,710	42,205	26,438
947	TECH-NOW	2,161	62	592	1,631
948	WAT	110	-	-	110
949	PARTNERS CLUB	6,316	2,486	3,620	5,182
951	YEARBOOK	70,864	69,875	66,670	74,069
952	PARENT INVOLVEMENT	153	-	81	72
953	ACCELERATED READING	95	-	-	95
954	WEIGHTROOM LIFTATHON	10,046	-	1,353	8,693
955	PHOTOGRAPHY	285	1,217	585	917
956	STEP TEAM	700	-	-	700
957	MIDDLE LEAP	46	160	150	56
958	AWARDS (STUDENT/STAFF)	15	-	-	15
959	CHESS CLUB	193	-	-	193
960	COMMISSION	74,691	66,392	71,020	70,063
961	FRIENDS IN NEED	18,239	10,999	10,337	18,900
962	LPS CHRISTMAS CHEER	10,180	4,167	4,001	10,346
963	SCRAPBOOKING	749	-	-	749
964	INTERACT ROTARY CLUB	14	-	-	14
965	TRANSITION WAT STORE	570	-	141	429
966	TECHNOLOGY APPLICATION PROGR	2,588	-	739	1,849
968	COLOR GUARD	929	-	703	226
970	X-TENDED TIME	77,267	69,533	85,590	61,209
971	X-TENDED TIME BOARD	1,825	393,062	393,178	1,710
972	ASIA CLUB	321	-	-	321
973	TEEN COUNCIL	82	-	-	82
974	ARCHERY	911	5,604	3,341	3,174
975	HOLDING ACCOUNT	1,582	-	-	1,582
976	ETHICS CLUB	0	-	-	-
977	SPEECH PATHALOGY	335	-	-	335
978	SCREAM TEAM	1,676	2,987	3,138	1,525

Lawton Independent School District No. 8
Comanche County, Oklahoma
Combining Statement of Assets and Fund Balances
– Activity Fund
For the Year Ended June 30, 2024

<u>PROJECT NUMBER</u>	<u>PROJECT NAME ACTIVITIES</u>	<u>BALANCE JULY 1, 2023</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE JUNE 30, 2024</u>
979	GAY STRAIGHT ALLIANCE	827	-	-	827
980	GRADUATED SENIORS	10,848	-	1,500	9,348
981	HOMELESS EDUCATION	6,215	3,995	4,892	5,318
982	SPORTS MEDIA	114	-	-	114
983	YOUTH IN GOVERNMENT	309	-	-	309
984	DESIGNATED CONTRIBUTIONS	286,394	37,403	55,553	268,244
985	STAGE PRODUCTION	110	-	-	110
986	FACULTY IN-SERVICE	3	-	-	3
987	TITLE I SUMMER KINDERGARTEN AC	277	-	-	277
988	VISION IMPAIRED	527	-	-	527
989	AP ECONOMICS	396	80	-	476
990	SPECIAL OLYMPICS	21,793	14,321	11,952	24,162
991	MEDIA PRODUCTIONS	2,196	-	759	1,437
993	LEADERSHIP	2,161	450	-	2,611
994	LPS FOUNDATION GRANTS	43,343	117,142	127,545	32,940
995	FACULTY FUND	23,898	24,988	21,552	27,334
996	LPS NEWS WORKS (COMMUNICATIO	1,550	4,200	-	5,750
997	IPAD REPAIR/REPLACE	7,846	-	28	7,818
998	LAWTON COMMUNITY SERVICES	27	-	-	27
	Total	3,062,800	2,647,191	2,760,354	2,949,634

Lawton Independent School District No. 8
Comanche County, Oklahoma
Supplemental Schedule
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

	Federal Assistance Number	Pass Through Grantor's Project Number	Balance 6/30/2023	Federal Grant Receipts	Federal Grant Expenditures	Balance 6/30/2024
U.S. Department of Education						
Direct Program						
Indian Education, Grants to Local Educational Agencies	84.060	561	\$ -	\$ 315,333	\$ 315,333	\$ -
Impact Aid	84.041	591/592	\$ -	\$ 11,726,996	\$ 2,474,387	\$ 9,252,609
Indian Education National Activities (State Tribal Education Partnership STEP) and Native American Language NAL	84.415B	773	\$ -	\$ 32,952	\$ 32,952	\$ -
477 Cluster						
Passed Through the Bureau of Indian Education						
Johnson-O'Malley Program	15.130	563/564	\$ 48,891	\$ 74,452	\$ 84,628	\$ 38,715
477 Cluster			\$ 48,891	\$ 74,452	\$ 84,628	\$ 38,715
Passed Through Oklahoma Department of Career and Technology Education						
Vocational Education - Basic Grant to States	84.048	421	\$ (105,185)	\$ 167,422	\$ 111,243	\$ (49,006)
Passed Through State Department of Education:						
		511/512/515/53				
Title I, Grants to Local Educational Agencies	84.010	2/786	\$ (1,674,449)	\$ 8,585,779	\$ 7,134,813	\$ (223,483)
Special Education Cluster						
		613/615/621				
Special Education - Grants to States	84.027	/625	\$ (550,894)	\$ 4,133,253	\$ 4,121,701	\$ (539,342)
Special Education - Preschool Grants	84.173	641/642	(11,748)	76,166	77,221	(12,803)
Special Education Cluster			\$ (562,642)	\$ 4,209,419	\$ 4,198,922	\$ (552,145)
Title III, Part A - Limited English Proficiency	84.365	571/572/786	(4,805)	101,012	98,835	(2,628)
Title X - Part C McKinney Homeless	84.196	596	(10,533)	70,512	67,211	(7,232)
Title IV-21st Century Schools-- Part B, 21st Century Community Learning Centers-Special Project	84.287	553	-	82,060	182,879	(100,819)

Lawton Independent School District No. 8
Comanche County, Oklahoma
Supplemental Schedule
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

	Federal Assistance Number	Pass Through Grantor's Project Number	Balance 6/30/2023	Federal Grant Receipts	Federal Grant Expenditures	Balance 6/30/2024
<i>Passed Through State Department of Education:</i>						
COVID-19 Education Stabilization Fund- American Rescue Plan- Elementary and Secondary Emergency Relief (ESSER III) Funds	84.425U	795	-	4,613,240	4,647,760	(34,520)
COVID-19 Education Stabilization Fund- American Rescue Plan- Elementary and Secondary Emergency Relief (ESSER III) Funds- School Counselor Corps Grant	84.425U	722	(31,590)	137,314	132,924	(27,200)
COVID-19 Education Stabilization Fund- American Rescue Plan- Elementary and Secondary Emergency Relief (ESSER III) Funds- OK Paid Student Teacher Stipend	84.425U	725	-	6,996	6,996	-
COVID-19 Education Stabilization Fund- American Rescue Plan- Elementary and Secondary Emergency Relief (ESSER III) Funds- Science of Reading	84.425U	726	(1,292)	92,378	91,086	-
COVID-19 Education Stabilization Fund- American Rescue Plan- Elementary and Secondary Emergency Relief (ESSER III) Funds- Homeless II	84.425U	797	(11,466)	109,564	107,667	(9,569)
COVID-19 Education Stabilization Fund- American Rescue Plan- Elementary and Secondary Emergency Relief (ESSER III) Funds- Homeless I	84.425U	796	<u>(1,258)</u>	<u>11,930</u>	<u>10,672</u>	<u>-</u>
Total COVID-19 Education Stabilization Fund (ESF)			<u>\$ (45,606)</u>	<u>\$ 4,971,422</u>	<u>\$ 4,997,105</u>	<u>\$ (71,289)</u>
<i>Passed Through State Department of Career and Vocational Education:</i>						
Job Training Department of Rehabilitation Services	84.126	456	<u>97,067</u>	<u>68,027</u>	<u>74,736</u>	<u>90,358</u>
Total U.S. Department of Education			<u>\$ (2,257,262)</u>	<u>\$ 30,405,386</u>	<u>\$ 19,773,044</u>	<u>\$ 8,375,080</u>

Lawton Independent School District No. 8
Comanche County, Oklahoma
Supplemental Schedule
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

	Federal Assistance Number	Pass Through Grantor's Project Number	Balance 6/30/2023	Federal Grant Receipts	Federal Grant Expenditures	Balance 6/30/2024
U.S. Department of Agriculture						
<i>Passed Through Oklahoma State Department of Education:</i>						
National School Lunch Program	10.555	763	\$ 384,588	\$ 5,161,347	\$ 4,980,526	\$ 565,409
School Breakfast Program	10.553	764	4,337	2,702,435	2,706,772	-
Summer Food Service Program	10.559	766	15,974	223,291	233,916	5,349
Commodity Credit Corporation	10.555	759	-	329,706	329,706	-
<i>Passed Through Oklahoma State Department of Human Services:</i>						
Lunch Program - Commodities	10.555		-	413,353	413,353	-
Summer Food Service Program -Commodities	10.559		-	17,897	17,897	-
Child Nutrition Cluster			<u>\$ 404,899</u>	<u>\$ 8,848,029</u>	<u>\$ 8,682,170</u>	<u>\$ 570,758</u>
<i>Passed Through Oklahoma State Department of Education:</i>						
National School Lunch Program Equipment Assistance Grant	10.579	791	97,754	-	97,754	-
Child and Adult Care Food Program	10.558	769	<u>-</u>	<u>169,142</u>	<u>169,142</u>	<u>-</u>
Total U.S. Department of Agriculture			<u>\$ 502,653</u>	<u>\$ 9,017,171</u>	<u>\$ 8,949,066</u>	<u>\$ 570,758</u>
U.S. Department of Health and Human Services						
<i>Passed Through Oklahoma Health Care Authority</i>						
Medical Assistance Program	93.778	698	<u>\$ 61,785</u>	<u>\$ 25,982</u>	<u>\$ 87,767</u>	<u>\$ -</u>
<i>Passed Through Oklahoma State Department of Education:</i>						
COVID-19-CDC-Epidemiology & Laboratory Capacity-Reopening Schools	93.323	723	\$ (57,171)	\$ 57,171		\$ -
Medical Assistance Program	93.777	697	\$ -	\$ 30,524	\$ 30,524	-
Oklahoma AWARE-Mental Health Services Programs	93.243	782	<u>(16,692)</u>	<u>266,288</u>	<u>330,755</u>	<u>(81,159)</u>
Total U.S. Department of Health and Human Services			<u>\$ (12,078)</u>	<u>\$ 379,965</u>	<u>\$ 449,046</u>	<u>\$ (81,159)</u>
U.S Department of Justice						
Direct Program						
STOP School Violence- Threat Assessment and Technology Reporting	16.839	792	<u>\$ -</u>	<u>\$ 407,843</u>	<u>\$ 407,843</u>	<u>\$ -</u>
Total U.S. Department of Justice			<u>\$ -</u>	<u>\$ 407,843</u>	<u>\$ 407,843</u>	<u>\$ -</u>
Federal Communication Commission						
<i>Passed Through Universal Service Administrative Company</i>						
COVID-19 Emergency Connectivity Fund Program	32.009	774	<u>\$ (3,810)</u>	<u>\$ 344,063</u>	<u>\$ 340,253</u>	<u>\$ -</u>
Total Federal Communications Commission			<u>\$ (3,810)</u>	<u>\$ 344,063</u>	<u>\$ 340,253</u>	<u>\$ -</u>
Total Expenditures of Federal Awards			<u>\$ (1,770,497)</u>	<u>\$ 40,554,428</u>	<u>\$ 29,919,252</u>	<u>\$ 8,864,679</u>

Lawton Independent School District No. 8
Comanche County, Oklahoma
Supplemental Schedule
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

Note A: Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Lawton Independent School District No. 8, Comanche County, Oklahoma under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented 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 Lawton Independent School District No.8, Comanche County, OK, it is not intended to and does not present the basic financial statements as listed in the table of contents, of Lawton Independent School District No. 8, Comanche County, OK.

Note B: Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on using the cash basis of accounting. Encumbrances are included when paid rather than when incurred. Some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of the basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, where certain types of expenditures are not allowable or are limited as to reimbursement. Nonmonetary assistance is reported in the schedule at the fair market value of commodities received.

Note C: Indirect Cost Rate

Lawton Independent School District No. 8, Comanche County, Oklahoma has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

Note D: Subrecipients

Lawton Independent School District No. 8, Comanche County, Oklahoma did not have any awards that have been passed through to subrecipients.

Note E: Transfers between Federal Programs

Lawton Independent School District No. 8, Comanche County, Oklahoma received \$782,457 for program Assistance Listing 84.367 Title II, Part A funds, received \$385,059 for program Assistance Listing 84.424 Title IV, received \$254 for program Assistance Listing 84.365 Title III Part A and \$4,072 for program Assistance Listing 84.196 Title X which were allowed to be transferred to be used for Title I Assistance Listing 84.010, and thus was reported above in the Title I revenues agree with corresponding expenditures.

Note F: COVID-19 - ECF Program Assistance Listing 32.009

The District's COVID-19 Emergency Connectivity Fund Program Assistance Listing 32.009 spanned various fiscal years. The District does not report expenditures on the SEFA until the claim process has been completed and FCC approved reimbursement. During the last quarter of 2023 the District completed the claims and had approved reimbursement of \$130,953 of expenditures for services that the District incurred between December 2021 thru June 2023 that were paid in prior fiscal years.

OTHER INFORMATION

Lawton Independent School District No. 8
Comanche County, Oklahoma
Budgetary Comparison Schedule –General Fund (Unaudited)
For the Year Ended June 30, 2024

	Budgeted Amounts		Actual	Actual Variance
	Original	Final	Amounts	With Final Budget
REVENUE				
Property Taxes	\$ 15,669,622	\$ 15,669,622	\$ 17,247,765	\$ 1,578,143
Interest	71,000	71,000	2,247,965	2,176,965
County Revenue	2,400,000	2,400,000	2,744,767	344,767
State Revenue	83,230,676	83,230,676	101,319,013	18,088,337
Federal Revenue	42,490,000	42,490,000	29,173,511	(13,316,489)
Other	3,529,000	3,529,000	960,002	(2,568,998)
Total Revenue	<u>\$ 147,390,298</u>	<u>\$ 147,390,298</u>	<u>\$ 153,693,023</u>	<u>\$ 6,302,725</u>
EXPENDITURES				
Current				
Instruction	\$ 80,000,000	\$ 80,000,000	\$ 79,287,309	\$ 712,691
Support Services	60,100,000	60,100,000	59,218,324	881,676
Non-instruction Services	10,420,000	10,420,000	10,094,961	325,039
Capital Outlay	1,000	1,000	750	250
Other Outlays	21,288,423	21,288,423	822,301	20,466,122
Total Expenditures	<u>\$ 171,809,423</u>	<u>\$ 171,809,423</u>	<u>\$ 149,423,645</u>	<u>\$ 22,385,778</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (24,419,125)</u>	<u>\$ (24,419,125)</u>	<u>\$ 4,269,378</u>	<u>\$ 28,688,503</u>
Other Financing Sources				
Transfers In	\$ 5,000	\$ 5,000	835,903	830,903
Estopped Warrants	-	-	40,980	40,980
Sale of Capital Assets	-	-	10,471	10,471
Total Other Financing Sources	<u>5,000</u>	<u>5,000</u>	<u>887,354</u>	<u>882,354</u>
Net Change in Fund Balance	(24,414,125)	(24,414,125)	5,156,732	29,570,857
Fund Balance - Beginning	<u>24,414,125</u>	<u>24,414,125</u>	<u>23,624,697</u>	<u>(789,428)</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,781,429</u>	<u>\$ 28,781,429</u>

Lawton Independent School District No. 8
Comanche County, Oklahoma
Budgetary Comparison Schedule –Building (Unaudited)
For the Year Ended June 30, 2024

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	With Final Budget
REVENUE				
Property Taxes	\$ 2,354,156	\$ 2,354,156	\$ 2,466,039	\$ 111,883
Interest	-	-	1,574,060	1,574,060
State Revenue	2,100,000	2,100,000	4,794,623	2,694,623
Federal Revenue	5,000,000	5,000,000	11,154,683	6,154,683
Other	<u>3,809,000</u>	<u>3,809,000</u>	<u>7,362,691</u>	<u>3,553,691</u>
Total Revenue	<u>\$ 13,263,156</u>	<u>\$ 13,263,156</u>	<u>\$ 27,352,096</u>	<u>\$ 14,088,940</u>
EXPENDITURES				
Current				
Support Services	\$ 2,265,500	\$ 2,265,500	\$ 2,175,946	\$ 89,554
Capital Outlay	11,570,000	11,570,000	10,761,667	808,333
Other Outlays	<u>22,558,038</u>	<u>22,558,038</u>	<u>1,564,991</u>	<u>20,993,047</u>
Total Expenditures	<u>\$ 36,393,538</u>	<u>\$ 36,393,538</u>	<u>\$ 14,502,604</u>	<u>\$ 21,890,934</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(23,130,382)	(23,130,382)	12,849,492	35,979,874
Fund Balance - Beginning	<u>23,130,382</u>	<u>23,130,382</u>	<u>23,130,382</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,979,874</u>	<u>\$ 35,979,874</u>

Lawton Independent School District No. 8
Comanche County, Oklahoma
Statement of Statutory Fidelity and Honesty Bonds (unaudited)
For the Year Ended June 30, 2024

<u>Bonding Company</u>	<u>Position Bond Type</u>	<u>Bond Number</u>	<u>Amount</u>	<u>Effective Dates</u>
Western Surety	Superintendent	7226491	\$100,000	6/30/2023-6/30/2024
Ohio Casualty Insurance	Treasurer	32S108651	\$100,000	6/30/2023-6/30/2024
Ohio Casualty Insurance	Assistant Treasurers (2)	32S108651	\$200,000	6/30/2023-6/30/2024
Ohio Casualty Insurance	Custodian of Activity Fund	32S108651	\$10,000	6/30/2023-6/30/2024
Ohio Casualty Insurance	Asst. Custodian of Activity Fund	32S108651	\$1,000	6/30/2023-6/30/2024
Ohio Casualty Insurance	Clerk	32S108651	\$1,000	6/30/2023-6/30/2024
Ohio Casualty Insurance	Deputy Clerk	32S108651	\$1,000	6/30/2023-6/30/2024
Ohio Casualty Insurance	Minutes Clerk	32S108651	\$1,000	6/30/2023-6/30/2024
Ohio Casualty Insurance	Encumbrance Clerk	32S108651	\$1,000	6/30/2023-6/30/2024



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT
AUDITING STANDARDS*

To the Board of Education
Lawton Independent School District No. 8, Comanche County, Oklahoma
Lawton, Oklahoma

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Lawton Independent School District No. 8, Comanche County, Oklahoma, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise, Lawton Independent School District No. 8, Comanche County, Oklahoma's basic financial statements, and have issued our report thereon dated January 10, 2025. Our report included an adverse opinion on U.S. generally accepted accounting principles because the District prepares its financial statements on a prescribed regulatory basis of accounting. Our report contained a qualified opinion on governmental activities because of the failure to included capital assets.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Lawton Independent School District No. 8, Comanche County, Oklahoma's internal control over financial reporting (internal control) to determine the 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 Lawton Independent School District No. 8, Comanche County, Oklahoma's internal control. Accordingly, we do not express an opinion on the effectiveness of Lawton Independent School District No. 8, Comanche County, Oklahoma'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 entity'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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items 2024-001, 2024-002 and 2024-003 that we consider to be material weaknesses.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Lawton Independent School District No. 8, Comanche County, Oklahoma'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 determination of financial statement. 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 2024-002 and 2024-003.

Lawton Independent School District No. 8's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Lawton Independent School District No. 8's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Lawton Independent School District No. 8's response was not subjected to the auditing procedures applied in the audit of financial statements and, accordingly, we express no opinion on it.

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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mary E Johnson & Associates PLLC

Norman, Oklahoma
January 10, 2025

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVERCOMPLIANCE REQUIRED BY THE UNIFORM
GUIDANCE

To the Board of Education
Lawton Independent School District No. 8, Comanche County, Oklahoma
Lawton, Oklahoma

Report on Compliance for Each Major Federal Program

Adverse and Unmodified Opinions

We have audited Lawton Independent School District No. 8, Comanche County, Oklahoma's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Lawton Independent School District No. 8, Comanche County, Oklahoma's major federal programs for the year ended June 30, 2024. Lawton Independent School District No. 8, Comanche County, Oklahoma's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Adverse Opinion on COVID-19 Emergency Connectivity Fund

In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, Lawton Independent School District No. 8, Comanche County, Oklahoma did not comply, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on COVID-19 Emergency Connectivity Fund for the year ended June 30, 2024.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, Lawton Independent School District No. 8, Comanche County, Oklahoma complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2024.

Basis for Adverse and Unmodified Opinions

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and 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 Lawton Independent School District No. 8, Comanche County, Oklahoma 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 audit opinions on compliance for each major federal program. Our audit does not provide a legal determination of Lawton Independent School District No. 8, Comanche County, Oklahoma's compliance with the compliance requirements referred to above.

Matters Giving Rise to Adverse Opinion on COVID-19 Emergency Connectivity Fund

As described in the accompanying schedule of findings and questioned costs, Lawton Independent School District No. 8, Comanche County, Oklahoma did not comply with requirements regarding COVID-19 Emergency Connectivity Fund Assistance Listing No. 32.009 as described in finding 2024-004 A. Activities Allowed or Unallowed; B. Allowed Costs/Cost Principles; F. Equipment/Real Property Management and N. Special Tests and Provisions. Compliance with such requirements is necessary, in our opinion, for Lawton Independent School District No. 8, Comanche County, Oklahoma to comply with the requirements applicable to that program.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Lawton Independent School District No. 8, Comanche County, Oklahoma'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 Lawton Independent School District No. 8, Comanche County, Oklahoma'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 generally accepted auditing standards, *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 Lawton Independent School District No. 8, Comanche County, Oklahoma's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *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 Lawton Independent School District No. 8, Comanche County, Oklahoma'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 Lawton Independent School District No. 8, Comanche County, Oklahoma'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 Lawton Independent School District No. 8, Comanche County, Oklahoma'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

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

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

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2024-004 to be a material weakness.

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.

Government Auditing Standards requires the auditor to perform limited procedures on Lawton Independent School District No. 8, Comanche County, Oklahoma's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. Lawton Independent School District No. 8, Comanche County, Oklahoma's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

Mary E Johnson & Associates PLLC

Norman, Oklahoma

January 10, 2025

Lawton Independent School District No. 8
Comanche County, Oklahoma
Schedule of Findings and Questioned Costs
Year Ended June 30, 2024

Section I Summary of Auditor's Results

Financial Statements:

Type of audit report:

Qualified Opinion-Regulatory Basis Governmental Activities
Unmodified Opinions-Regulatory Basis Major Funds and Aggregate Remaining Fund Information
Adverse Opinion on U.S. General Accepted Accounting Principles.

Internal control over financial reporting:

Material weakness(es) identified? X Yes No

Significant Deficiency(ies) identified ? Yes X None Reported

Noncompliance material to financial statement X Yes No

Federal Awards:

Internal control over major program:

Material weakness(es) identified? X Yes No

Significant Deficiency(ies) identified ? Yes X None Reported

Type of auditors' report issued on compliance for major programs:

84.010 Title I Cluster	Unmodified
84.425U COVID-19-Education Stabilization Fund-Elementary & Secondary School Emergency Relief	Unmodified
32.009 COVID-19 Emergency Connectivity Fund	Adverse
84.041 Impact Aid	Unmodified

Any audit findings disclosed that are required to be reported
under 2 CFR section 200.516(a)?

 X Yes No

Identification of Major Programs:

<u>CFDA/Assistance Number:</u>	<u>Name of Federal Program or Cluster</u>
84.010	Title I Cluster
84.425U	COVID 19- Education Stabilization Fund- American Rescue Plan- Elementary & Secondary School Emergency Relief (ARP ESSER III)
32.009	COVID 19-Emergency Connectivity Fund Program
84.041	Impact Aid

Dollar threshold used to distinguish between Type A and
Type B programs:

\$ 897,578

Auditee qualified as a low-risk auditee?

 Yes X No

Lawton Independent School District No. 8
Comanche County, Oklahoma
Schedule of Findings and Questioned Costs
Year Ended June 30, 2024

Section II – Financial Statement Findings

2024-001 Financial Reporting

Condition: District does not report capital assets in governmental activities as required by the State Department of Education.

Criteria: Internal controls over capital assets aids in proper reporting as required by the State Department of Education regulations.

Context: District did not have complete capital asset records that reflected the true activity of the District.

Cause: District had software conversion beginning of FY22 and data transfer had glitches as well as not capturing current activity properly. FY23 they still worked on getting data captured. Unable to determine final FY22, FY23 & FY24 balances.

Effect: Failure to have controls in place and thus out of compliance.

Recommendation: We recommend that procedures be implemented to properly track capital assets. We also recommend that the reconciliation process be completed to ensure activity to records have been properly captured.

Views of Responsible

Officials And Planned

Corrective Action: Lawton Public Schools changed inventory software in FY22. Errors occurred in the transfer of data resulting in an inability to accurately determine FY22 final balances for capital assets. District Financial reporting and procurement procedures have been updated and implemented to properly track capital assets including procedures for the reconciliation process. During FY23 & FY24, the district was still working on the reconciliation and did not have complete records of fixed assets. District inventory practices have been evaluated and reconciliation of capital asset inventory will be completed to excel. District financial reporting and procurement procedures will be updated and implemented to properly track capital assets including the reconciliation process. In addition to updating in-processing of assets, additional staff has been put in place and trained to ensure future reports are reconciled and complete.

Lawton Independent School District No. 8
Comanche County, Oklahoma
Schedule of Findings and Questioned Costs
Year Ended June 30, 2024

2024-002 Interfund Transfers

Condition: District recorded transactions between General Fund and Activity Fund as new revenues and new expenditures, instead of transfers.

Criteria: Oklahoma Administrative Code (OAC) 210:25-5-4a The financial structure of an Oklahoma public school district consists of various classifications as referenced in Oklahoma Administrative Code (OAC) 210:25-7-1, (Oklahoma Cost Accounting System [OCAS]). School District accounting systems shall be organized and operated on a basis that assures legal compliance by the recording and summarizing of financial transactions within funds, each of which is completely independent of any other. Each fund shall account for and continually maintain the identity of its revenues and expenditures.

Context: District had to reclass \$625,921 from general fund other revenue source to Other financing Source transfers. Activity Fund had \$285,601 current expenditure reclassified to transfers and a \$330,320 adjustment to beginning fund balance.

Cause: The Activity Fund purchase orders were inadvertently set up as new expenditure coding instead of transfer code. General Fund receipted new revenues instead of transfer revenue source code.

Effect: Overstatement of revenues and expenditures.

Recommendation: We recommend that procedures be implemented to properly track transfers. We also recommend that a review process be completed to ensure activity has been recorded to the proper transfer revenue and expenditure OCAS codes.

*Views of Responsible
Officials And Planned*

Corrective Action: Lawton Public Schools makes transfers related to the Extended Day program offered at the sites. During FY24, the second semester of FY23 as well as the first semester of FY24 funds were transferred using the wrong revenue and expenditure OCAS coding. OCAS coding training has been and will continue to be given to ensure correct coding of expenditures and revenues.

Lawton Independent School District No. 8
Comanche County, Oklahoma
Schedule of Findings and Questioned Costs
Year Ended June 30, 2024

2024-003

Bond Fund Uses

Condition: District Bond funds were used for items not approved by users with funds available.

Criteria: 62 OS 572 The purpose of this act is to guarantee to the citizens of the State of Oklahoma that the proceeds of bond issues approved by them will be expended only for the purposes or projects for which any such bond issue was approved.

Context: District had spent \$912,467 of \$7,989,538 bond expenditures for transportation expenditures which had been exhausted from the bond proceeds available.

Cause: District rolled a bond fund purchase order for busses from FY23, but transportation bond funds had been exhausted at the end of FY23.

Effect: Risk of misappropriation of assets

Recommendation: We recommend that procedures be implemented to review bond purchases are within voter approved uses. We also recommend bond fund purchases be carefully reviewed each year to determine purpose meets voter approved uses.

Views of Responsible

Officials And Planned

Corrective Action: Immediately upon recognition of this issue, Lawton Public Schools was able to correct the error in all State reports for FY24 prior to their certification. Lawton Public Schools has updated purchase approval pathways to ensure bond purchases meet voter-approved uses.

Section III – Federal Award Findings and Questioned Costs

Questioned Costs

Federal Communication Commission

2024-004

Federal Agency: Federal Communication Commission

Pass Thru Entity: Universal Service Administrative Company

Program: COVID-19 Emergency Connectivity Fund Program

Assistance Listing: 32.009

Grant Period: Year ending June 30, 2024

Compliance Requirement: A. Activities Allowed/B. Allowable Costs
F. Equipment/Real Property Management
N. Special Tests and Provisions

Type of Finding: Material Weakness and Compliance

Lawton Independent School District No. 8
Comanche County, Oklahoma
Schedule of Findings and Questioned Costs
Year Ended June 30, 2024

<i>Condition:</i>	Devices/Services acquired with federal funds were not assigned to appropriate population of unmet needs or tracked properly.	
<i>Criteria:</i>	FCC-ECF Program is to fund devices and services must be used primarily for off-campus educational purposes and by students, school staff with otherwise unmet needs; Who would otherwise lack access to connected device and/or broadband connectivity sufficient to engage in remote learning. Also requires that one device and service per user. 47 CFR 54.1715 Record retention—a) equipment and service inventory requirements. Schools, libraries and consortia shall keep asset and service inventories identified with eligible student or staff member.	
<i>Cause:</i>	The District did not adequate records showing that the assign devices/services to the correct population based on application.	
<i>Effect:</i>	Noncompliance with guidance	
<i>Context:</i>	District had tracked the 700 devices but were unable to provide the devices were assigned initially to the proper population per the application resulting in questioned costs of \$209,300. Of the services provided the records were not kept showing the initial assignment by the individual or tracked during the periods of service resulting in questioned costs of \$134,763.	
		\$344,063

Repeat Finding from Prior Year: 2023-004

Recommendation We recommend devices/services be assigned to the population approved in the federal funds application. We also recommend that District implement procedures to ensure distribution of services reconciles to the original application and are retained during the initial assignment of devices/services.

*Views of Responsible
Officials And Planned*

Corrective Action: Lawton Public Schools did not correctly track the distribution of devices by source of funding. The 700 devices were distributed along with other like-devices. More than 700 devices were originally distributed to the “approved population” but not necessarily the 700 devices listed as purchased by the funds. Since the initial distribution, Lawton Public Schools has implemented software tracking of devices that includes the current location and disposition of these devices.

Total – Federal Communication Commission	<u>\$344,063</u>
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Lawton Independent School District No. 8
Comanche County, Oklahoma
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2024

Section II – Financial Statement Findings

2023-001 Financial Reporting

Condition: District does not report capital assets in governmental activities as required by the State Department of Education.

Recommendation: The Auditor recommended that procedures be implemented to properly track capital assets. The Auditor also recommended that a reconciliation process be completed to ensure activity to the records have been properly captured.

Status: Condition still exist see current year finding 2024-001.

Section III – Federal Award Findings and Questioned Costs

U.S. Department of Education

2023-002 Federal Agency: U.S. Department of Education
Program: Impact Aid
Assistance Listing: 84.041
Grant Period: Year ending June 30, 2023
Compliance Requirement: N. Special Test
Type of Finding: Material Weakness and Compliance

Condition: Construction projects did not obtain certified payrolls documenting compliance with wage rate requirements.

Recommendation: The Auditor recommended to obtain certified payrolls for construction projects funded with federal awards. Auditor also recommended to determine that contracts for construction using federal funds include the appropriate clauses to be in compliance with federal procurement guidelines.

Status: No such condition noted in current year.

2023-003 Federal Agency: U.S. Department of Education
Program: Impact Aid
Assistance Listing: 84.041
Grant Period: Year ending June 30, 2023
Compliance Requirement: L. Reporting
Type of Finding: Material Weakness and Compliance

Condition: Child counts entered on the Impact Aid application did not have proper supporting documentation for amounts.

Lawton Independent School District No. 8
Comanche County, Oklahoma
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2024

Recommendation: The Auditor recommended the child counts included on Impact Aid application agree to supporting documentation. The Auditor also recommended that child counts used on the application be reconciled and reviewed.

Status: No such condition noted in the current year.

Federal Communication Commission

2023-004 **Federal Agency:** Federal Communication Commission
Pass Thru Entity: Universal Service Administrative Company
Program: COVID-19 Emergency Connectivity Fund Program
Assistance Listing: 32.009
Grant Period: Year ending June 30, 2023
Compliance Requirement: A. Activities Allowed/B. Allowable Costs
Type of Finding: Material Weakness and Compliance

Condition: Devices/Services acquired with federal funds were not assigned to appropriate population of unmet needs.

Recommendation: The Auditor recommended devices/services be assigned to the population approved in the federal program application. The Auditor also recommended that District implement procedures to ensure distribution of services reconciles to the application.

Status: Condition still exists see current year finding 2024-004

APPENDIX B

CONTINUING DISCLOSURE AGREEMENT

CONTINUING DISCLOSURE AGREEMENT

This Continuing Disclosure Agreement dated as of March 1, 2026 (this "Disclosure Agreement"), is executed and delivered by Independent School District No. 8, Comanche County, Oklahoma (the "Issuer") in connection with the Issuer's issuance of its General Obligation Bonds, Series 2026A (the "2026A Bonds") and its General Obligation Bonds, Taxable Series 2026B (the "2026B Bonds") (collectively, the "Bonds" or the "2026 Bonds"). The Bonds are being issued pursuant to Resolutions dated as of February 9, 2026 (the "**Resolution**"). The Issuer is an "obligated person" with respect to the Bonds for the purposes of the Rule, hereinafter defined, hereby covenants and agrees as follows:

SECTION 1. Purpose of the Disclosure Agreement. This Disclosure Agreement is being executed and delivered by the Issuer for the benefit of the Bondholders, including beneficial owners, and in order to assist the Participating Underwriters in complying with SEC Rule 15c2-12(b)(5).

SECTION 2. Definitions. In addition to the definitions set forth in the Resolution, which apply to any capitalized term used in this Disclosure Agreement unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

"Annual Report" shall mean any Annual Report provided by the Issuer pursuant to, and as described in, Sections 3 and 4 of this Disclosure Agreement.

"Audited Financial Statements" shall mean the Issuer's annual financial statements, prepared on a prescribed basis of accounting that demonstrates compliance with the laws of the State of Oklahoma, which financial statements shall have been audited by such auditor as shall be then required or permitted by the laws of the State.

"Beneficial Owner" shall mean any person which (a) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bonds (including persons holding Bonds through nominees, depositories or other intermediaries), or (b) is treated as the owner of any Bonds for federal income tax purposes.

"Disclosure Representative" shall mean the Chief Financial Officer of the School District or his or her designee, or such other officer or employee as the School District shall designate from time to time.

"Dissemination Agent" shall mean any entity designated by the Issuer to act as the Dissemination Agent hereunder.

"EMMA" means the MSRB's Electronic Municipal Market Access System. Reference is made to Commission Release No. 34-59062, December 8, 2008 (the "*Release*") relating to the EMMA system for municipal securities disclosure effective on July 1, 2009.

"Financial Obligation" means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term Financial Obligation shall not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

"Material Event" shall mean any of the events listed in Exhibit B to this Disclosure Agreement.

"Material Event Notice" means notice of a Material Event in Prescribed Form.

"MSRB" means the Municipal Securities Rulemaking Board established pursuant to Section 15B(b)(1) of the Securities Exchange Act of 1934.

“Official Statement” means the “final official statement,” as defined in the paragraph (f)(3) of the Rule, relating to the Bonds.

“Participating Underwriter” shall mean any of the original underwriters of the Bonds required to comply with the Rule in connection with offering of the Bonds.

“Prescribed Form” means, with regard to the filing of Annual Financial Information, Audited Financial Statements and notices of Material Events with the MSRB at www.emma.msrb.org (or such other address or addresses as the MSRB may from time to time specify), such electronic format, accompanied by such identifying information, as shall have been prescribed by the MSRB and which shall be in effect on the date of filing of such information.

“Rule” means Rule 15c2-12 promulgated by the Commission under the Securities Exchange Act of 1934 (17 CFR Part 240, §240.15c2-12), as in effect on the date of this Disclosure Agreement, including any official interpretations thereof.

“State” shall mean the State of Oklahoma.

SECTION 3. Provision of Annual Reports.

(a) The Issuer shall, or shall cause the Dissemination Agent to, not later than ten months following the end of the fiscal year (as of the date of this Disclosure Agreement, June 30 is the end of the fiscal year), provide annually to each Repository an Annual Report which is consistent with the requirements of Section 4 of this Disclosure Agreement. Not later than fifteen (15) Business Days prior to said date, the Issuer shall provide the Annual Report to the Dissemination Agent (if other than the Issuer). The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Agreement; provided that the audited financial statements of the School District may be submitted separately from the balance of the Annual Report.

(b) If the Issuer is unable to provide to the Repositories an Annual Report by the date required in subsection (a), the Issuer shall send a notice to each Repository in substantially the form attached as Exhibit A.

(c) The Dissemination Agent shall:

1. determine each year prior to the date for providing the Annual Report the name and address of each National Repository and each State Repository, if any; and (if the Dissemination Agent is other than the Issuer)
2. file a report with the Issuer certifying that the Annual Report has been provided pursuant to this Disclosure Agreement, stating the date it was provided and listing all the Repositories to which it was provided.

SECTION 4. Content of Annual Reports. The Issuer’s Annual Report shall contain or incorporate by reference the financial information or operating data with respect to the Issuer of the type included in Appendix B of the final official statement with respect to the Bonds. If Audited Financial Statements are not available by the time the Annual Report must be provided, unaudited financial statements will be provided as part of the Annual Report and Audited Financial Statements will be provided, when and if available, to each Repository.

Any or all of the items listed above may be incorporated by reference from other documents, including official statements of debt issues of the Issuer or related public entities, which have been submitted to each of the Repositories or the Securities and Exchange Commission. If the document incorporated by reference

is a final official statement, it must be available from the Municipal Securities Rulemaking Board. The Issuer shall clearly identify each such other document so incorporated by reference.

SECTION 5. Reporting of Significant Events.

(a) This Section 5 shall govern the giving of notices of the occurrence of any of the following events:

1. Principal and interest payment delinquencies;
2. Non-payment related defaults;
3. Unscheduled draws on debt service reserves reflecting financial difficulties;
4. Unscheduled draws on credit enhancements reflecting financial difficulties;
5. Substitution of credit or liquidity providers, or their failure to perform;
6. Adverse tax opinions, the issuance by the IRS of proposed or final determinations of taxability, notices of Proposed Issue (IRS Form 5701-TEB), or other material notices or determinations with respect to the tax status of the security, or other events affecting the tax status of the security (including Build America Bonds);
7. Modification to rights of security holders;
8. Bond calls;
9. Defeasances;
10. Release, substitution, or sale of property securing repayment of the securities;
11. Rating changes;
12. Tender offers;
13. Bankruptcy, insolvency, receivership or similar event of the obligated person;
14. Consummation of a merger, consolidation, or acquisition involving an obligated person, or the sale of all or substantially all the assets of the obligated person, other than in the ordinary course of business, the entry of a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms;
15. Appointment of a successor or additional trustee or the change of name of a trustee;
16. The incurrence of a financial obligation of the obligated person, if material, or an agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the obligated person, any of which affect security holders, if material; and
17. A default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of an obligated person, any of which reflect financial difficulties.

(b) Whenever the Issuer obtains knowledge of the occurrence of a Listed Event, the Issuer shall take the actions specified in subsection (c) hereof.

(c) The Issuer shall file a notice of the occurrence of a Listed Event with the Municipal Securities Rulemaking Board's Electronic Municipal Market Access System (EMMA) and each State Repository within 10 business days of the occurrence of the applicable event. Provided, that any event under subsections (a)(2), (7), (8), (10), (14) or (15) must be filed only if the event is material. Notwithstanding the foregoing, notice of Listed Events described in subsections (a)(8) and (9) need not be given under this subsection any earlier than the notice (if any) of the underlying event is given to holders of affected Bonds pursuant to the Resolution.

SECTION 6. Termination of Reporting Obligation. The Issuer's obligation under this Disclosure Agreement shall terminate upon the defeasance, prior redemption or payment in full of all of the Bonds.

SECTION 7. Dissemination Agent. The Issuer may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Disclosure Agreement, and may discharge any such Agent, with or without appointing a successor Dissemination Agent. The initial Dissemination Agent shall be the Issuer.

SECTION 8. Amendment; Waiver. Notwithstanding any other provision of the Disclosure Agreement, the Issuer may amend this Disclosure Agreement, and any provision of this Disclosure Agreement may be waived, if such amendment or waiver is supported by an opinion of counsel expert in federal securities laws, to the effect that such amendment or waiver would not, in and of itself, cause the undertakings herein to violate the Rule if such amendment or waiver had been effective on the date hereof but taking into account any subsequent change in or official interpretation of the Rule.

SECTION 9. Additional Information. Nothing in this Disclosure Agreement shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Disclosure Agreement or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Agreement. If the Issuer chooses to include any information in any Annual Report or notice of occurrence of a Listed Event in addition to that which is specifically required by this Disclosure Agreement, the Issuer shall have no obligation under this Disclosure Agreement to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

SECTION 10. Default. In the event of a failure of the Issuer to comply with any provision of this Disclosure Agreement any bondholder, including beneficial owners, may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the Issuer to comply with its obligations under this Disclosure Agreement. A default under this Disclosure Agreement shall not be deemed an event of default under the Resolution, and the sole remedy under this Disclosure Agreement in the event of any failure of the Issuer to comply with this Disclosure Agreement shall be an action to compel performance.

SECTION 11. Duties, Immunities and Liabilities of Dissemination Agent. The Dissemination Agent shall have only such duties as are specifically set forth in this Disclosure Agreement, and the Issuer agrees to indemnify and save the Dissemination Agent, its officers, directors, employees and agents, harmless against any loss, expense and liabilities which it may incur arising out of or in the exercise or performance of its powers and duties hereunder, including the costs and expenses (including attorney's fees) of defending against any claim of liability, but excluding liabilities due to the Dissemination Agent's negligence or willful misconduct. The obligations of the Issuer under this Section shall survive resignation or removal of the Dissemination Agent and payment of the Bonds.

SECTION 12. Beneficiaries. This Disclosure Agreement shall inure solely to the benefit of the Issuer, the Dissemination Agent, the Participating Underwriter and Bondholders, including beneficial owners, from time to time of the Bonds, and shall create no rights in any other person or entity.

Dated this ____ day of _____, 2026.

**Independent School District No. 8 of
Comanche County, Oklahoma**

By: _____
President, Board of Education

EXHIBIT A

NOTICE TO REPOSITORIES OF FAILURE TO FILE ANNUAL REPORT

Name of Issuer: Independent School District No. 8 of Comanche County, Oklahoma

Name of Bond Issue: \$10,935,000 General Obligation Bonds, Series 2026A &
\$470,000 General Obligation Bonds, Taxable Series 2026B

Date of Issuance: _____

NOTICE IS HEREBY GIVEN that the Issuer has not provided an Annual Report with respect to the above-named Bonds as required by Section ____ of the Resolution dated the ____ day of February, 2026. The Issuer anticipates that the Annual Report will be filed by _____.

Dated: _____

**Independent School District No. 8 of
Comanche County, Oklahoma**

By: _____
President, Board of Education

APPENDIX C

FINANCIAL INFORMATION AND OPERATING DATA

FINANCIAL INFORMATION

Compliance with Constitutional Debt Limitation

2025-26 Estimated Market Value	\$5,106,915,329
2025-26 Assessed Valuation, including Homestead & Other Exemptions	\$599,552,356
2025-26 Assessed Valuation, excluding Homestead & Other Exemptions	\$531,917,813

Comanche County has held an election under Oklahoma Constitution Article X, Section 6(B) approving an exemption of certain household and personal property from ad valorem taxation. Accordingly, Comanche County has calculated the "millage adjustment factor" to be applied to debt percentage limits under Article 10, Section 26(b), resulting in an adjusted debt limit. The adjusted debt limit is as follows:

County	District Net Assessed Valuation	District Unadjusted Legal Debt Limit ⁽¹⁾	Millage Adjustment Factor	District Adjusted Legal Debt Limit ⁽²⁾
Comanche County	\$531,917,813	\$53,191,781	1.019013734	\$54,203,156

(1) Net Assessed Valuation times 10%.

(2) District Unadjusted Legal Debt Limit times Millage Adjustment Factor.

General Obligation Bonds Outstanding*	\$52,730,000
Less: Estimated Sinking Fund Balance at December 31, 2025	<u>12,997,678</u>
Net General Obligation Bonds Outstanding	\$39,732,322
Remaining Legal Debt Margin	\$14,470,834
Ratio of Net G.O. Indebtedness to NAV	7.47%
Ratio of Net G.O. Indebtedness to Estimated Full Market Value	0.78%

* This figure is as of January 13, 2026, and includes the 2026 Bonds.

Source: School District

Authorized but Unissued Bonds

The School District had a successful election on November 14, 2017. The special election authorized the issuance, in separate series, by the School District of a total of \$99,500,000 in bonds. The School District has previously issued \$71,815,000 of bonds authorized at this election.

The 2026A Bonds include \$10,935,000 of bonds authorized at this election. The 2026B Bonds include \$470,000 of bonds authorized at this election. The remaining authorized bonds from this election are expected to be issued in varying amounts and in separate series in 2027 and 2028.

Composition and Growth of the Net Assessed Valuation

The composition of the Net Assessed Valuation of the School District for the Fiscal Year 2025-26 is as follows:

Property	Net Assessed Valuation	Percentage
Real	\$438,602,053	82.46%
Personal	\$44,022,043	8.28%
Public Service	\$49,293,717	9.27%
TOTAL	\$531,917,813	100.00%

The growth of the Net Assessed Valuation of the School District for the past ten years has been as follows:

Fiscal Year	Amount	Fiscal Year	Amount
2025-2026	\$531,917,813	2020-2021	\$427,536,896
2024-2025	\$511,145,391	2019-2020	\$423,998,665
2023-2024	\$493,092,578	2018-2019	\$430,288,210
2022-2023	\$467,927,787	2017-2018	\$431,291,108
2021-2022	\$435,671,145	2016-2017	\$428,788,793

During this period, the Net Assessed Valuation of the School District increased \$103,129,020 or 24.05%.

General Obligation Bonded Debt Outstanding*

Date of Issuance	Original Principal Amount	Remaining Maturities	Maturity Dates	Amount Outstanding
3/1/21	\$9,000,000	\$2,500,000	3/1/26	\$2,500,000
3/1/22	\$7,600,000	\$2,170,000	3/1/26-27	\$4,340,000
3/1/23	\$13,075,000	\$3,495,000	3/1/26-28	\$10,485,000
3/1/24	\$10,210,000	\$1,960,000	3/1/26	\$10,210,000
		\$2,750,000	3/1/27-29	
3/1/24	\$790,000	\$790,000	3/1/26	\$790,000
3/1/25	\$12,380,000	\$2,630,000	3/1/27	\$12,380,000
		\$3,250,000	3/1/28-30	
3/1/25	\$620,000	\$620,000	3/1/27	\$620,000
3/1/26	\$10,935,000	\$2,380,000	3/1/28	\$10,935,000
		\$2,850,000	3/1/29-30	
		\$2,855,000	3/1/31	
3/1/26	\$470,000	\$470,000	3/1/28	\$470,000
TOTAL				\$52,730,000

* Debt figures are as of January 13, 2026, and include the 2026 Bonds.

Annual Debt Service Requirements of General Obligation Bonded Debt Outstanding*

Fiscal Year	Existing Bonds		2026A Bonds ¹		2026B Bonds ²		Total New Debt Service Requirement
	Principal	Interest	Principal	Interest	Principal	Interest	
2025-2026	\$10,915,000.00	\$1,013,810.00					\$11,928,810.00
2026-2027	11,665,000.00	1,160,475.00		\$382,725.00		\$23,500.00	13,231,700.00
2027-2028	9,495,000.00	714,850.00	\$2,380,000.00	382,725.00	\$470,000.00	23,500.00	13,466,075.00
2028-2029	6,000,000.00	370,000.00	2,850,000.00	299,425.00			9,519,425.00
2029-2030	3,250,000.00	130,000.00	2,850,000.00	199,675.00			6,429,675.00
2030-2031			2,855,000.00	99,925.00			2,954,925.00
TOTAL	\$41,325,000.00	\$3,389,135.00	\$10,935,000.00	\$1,364,475.00	\$470,000.00	\$47,000.00	\$57,530,610.00

¹The average annual interest rate on the 2026A Bonds is assumed to be 3.50%.

²The average annual interest rate on the 2026B Bonds is assumed to be 5.00%.

* Debt Service figures are as of January 13, 2026, and include the 2026 Bonds.

Net Direct, Overlapping and Underlying General Obligation Bonded Indebtedness

Municipality	Net Indebtedness	Amount Applying to the District	Ratio to Assessed Value of the District	Estimated Per Capita Debt
Lawton School District	\$39,732,322	\$39,732,322	7.47%	\$459.84
City of Lawton	\$27,555,883	\$25,959,132	4.88%	\$288.35
Comanche County	\$0	\$0	0.00%	\$0.00
TOTAL	\$67,288,205	\$65,691,454	12.35%	\$748.19

Debt figures for the School District are estimated as of December 31, 2025 and include the 2026 Bonds.

Debt figures for all other entities are as of June 30, 2025.

Estimated per capita debt for the District based on 2024 estimated population of 86,404 (source: U.S. Census Bureau).

Estimated per capita debt for the City based on 2024 estimated population of 90,027 (source: U.S. Census Bureau).

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Sinking Fund Tax Collections

Fiscal Year	Net Levy	Gross Levy	Current Collections	Total Collections
2025-2026	\$12,639,385	\$13,271,354	In Process	
2024-2025	11,849,775	12,442,264	\$11,846,679	\$12,469,551
2023-2024	11,226,857	11,788,200	11,173,966	11,516,090
2022-2023	10,533,376	11,060,045	10,566,256	10,833,414
2021-2022	7,936,346	8,333,163	8,366,655	8,624,364
2020-2021	7,685,743	8,070,030	8,193,333	8,552,966

* Collection percentage is determined utilizing total collections. Five percent (5%) is added to the net levy to compensate for expected delinquencies during the collection process.

Source: School District Administration and budgets.

Percentages of Taxes Collected

The ratio of Current and Total Sinking Fund Tax Collections to the Net Sinking Fund Levy (the levy prior to addition of the reserve for uncollected taxes) is as follows:

Fiscal Year	Ratio of Current Tax Collection to Net Levy	Ratio of Total Tax Receipts to Net Levy
2024-2025	99.97%	105.23%
2023-2024	99.53%	102.58%
2022-2023	100.31%	102.85%
2021-2022	105.42%	108.67%
2020-2021	106.60%	111.28%

Source: School District Administration and budgets.

The ratio of Current and Total Sinking Fund Tax Collections to the Gross Sinking Fund Levy (the levy after addition of the reserve for uncollected taxes) is as follows:

Fiscal Year	Ratio of Current Tax Collection to Gross Levy	Ratio of Total Tax Receipts to Gross Levy
2024-2025	95.21%	100.22%
2023-2024	94.79%	97.69%
2022-2023	95.54%	97.95%
2021-2022	100.40%	103.49%
2020-2021	101.53%	105.98%

Source: School District Administration and budgets.

Trend of Tax Rates: Major Taxing Units

(For those residing in the School District and in the City of Lawton)

Fiscal Year	Lawton School District	City of Lawton	Comanche County	Technology Center	Total Levy
2016-2017	49.79	7.00	16.88	14.25	87.92
2017-2018	48.16	6.30	16.88	14.25	85.59
2018-2019	54.09	13.35	16.88	15.25	99.57
2019-2020	59.55	9.29	16.88	15.25	100.97
2020-2021	59.90	9.64	16.88	15.25	101.67
2021-2022	59.90	10.33	16.88	15.25	102.36
2022-2023	64.41	10.04	16.88	15.25	106.58
2023-2024	64.68	11.33	16.88	15.25	108.14
2024-2025	65.11	10.97	16.88	15.25	108.21
2025-2026	65.72	10.04	16.88	15.25	107.89

Dollars per \$1,000 of Net Assessed Valuation.

Source: Comanche County Assessor.

School District General Fund Revenues and Expenditures

Fiscal Year Ending June 30	Beginning General Fund Balance	Total Revenue	Total Expenditures	Total Other Financing Sources(Uses)	Ending General Fund Balance
2016	\$8,445,021	\$114,298,155	\$110,948,975	\$704,141	\$12,498,342
2017	\$12,498,342	\$112,025,361	\$108,022,781	\$356,085	\$16,857,007
2018	\$16,857,008	\$110,235,325	\$109,390,614	\$307,679	\$18,009,398
2019	\$18,009,398	\$120,867,693	\$124,666,577	\$325,769	\$14,536,283
2020	\$14,536,283	\$120,882,163	\$123,452,735	\$378,548	\$12,344,259
2021	\$12,344,257	\$135,511,320	\$130,007,124	\$361,099	\$18,209,552
2022	\$18,209,552	\$151,255,769	\$145,100,938	\$49,742	\$24,414,124
2023	\$24,414,124	\$139,047,510	\$139,880,285	\$43,347	\$23,624,696
2024	\$23,624,696	\$153,693,023	\$149,423,645	\$887,354	\$28,781,428

Source: School District Administration.

Detail of School District General Fund Revenues

Fiscal Year Ending June 30	Local Sources*	County Sources	State Sources	Federal Sources	Total Revenues
2016	\$18,500,390	\$2,459,537	\$71,757,046	\$21,580,642	\$114,297,615
2017	\$18,198,795	\$2,377,734	\$70,124,164	\$21,324,668	\$112,025,361
2018	\$17,943,124	\$2,346,482	\$69,816,478	\$20,098,471	\$110,204,555
2019	\$18,157,087	\$2,353,065	\$79,128,429	\$21,229,112	\$120,867,693
2020	\$17,710,644	\$2,308,442	\$80,684,434	\$20,178,643	\$120,882,163
2021	\$17,927,413	\$2,670,671	\$74,338,160	\$40,575,076	\$135,511,320
2022	\$18,866,162	\$2,659,519	\$81,436,040	\$48,294,048	\$151,255,769
2023	\$22,343,641	\$2,522,691	\$86,863,697	\$27,317,481	\$139,047,510
2024	\$20,455,732	\$2,744,767	\$101,319,013	\$29,173,511	\$153,693,023

*Includes Interest income and Other income.

Source: School District Administration.

School Enrollment Trend

School Year	Total Enrollment	Percentage Change
2016-2017	14,437	
2017-2018	13,819	-4.28%
2018-2019	13,799	-0.14%
2019-2020	13,739	-0.43%
2020-2021	12,669	-7.79%
2021-2022	13,714	8.25%
2022-2023	13,984	1.97%
2023-2024	13,898	-0.61%
2024-2025	13,643	-1.83%
2025-2026	13,277	-2.68%

Source: School District Administration.

School Enrollment Projection

School Year	Total Enrollment	Percentage Change
2026-2027	13,700	3.19%
2027-2028	14,000	2.19%
2028-2029	14,200	1.43%
2029-2030	14,200	0.00%
2030-2031	14,200	0.00%

Source: School District Administration.

ECONOMIC AND DEMOGRAPHIC INDICES

Unemployment Rate (Twelve Month Moving Average)*

	November 2025	September 2025	November 2024
United States	4.6%	4.4%	4.2%
State of Oklahoma	3.5%	3.2%	3.3%
Comanche County	4.6%	4.0%	3.5%
Lawton MSA	4.5%	4.0%	3.5%

* Not seasonally adjusted. Source: U.S. Bureau of Labor Statistics and Oklahoma Employment Security Commission. Data for October 2025 was not available as of January 13, 2026.

Sales Tax Collections – City of Lawton

Fiscal Year Ending June 30	Sales Tax Collections
2016	\$45,404,752
2017	\$44,671,948
2018	\$44,641,897
2019	\$45,762,412
2020	\$45,925,805
2021	\$51,212,998
2022	\$55,995,098
2023	\$55,920,964
2024	\$60,502,766
2025	\$58,404,757

Source: Oklahoma Tax Commission.

Retail Sales – City of Lawton

Fiscal Year Ending June 30	Retail Sales
2016	\$1,100,721,261
2017	\$1,082,956,315
2018	\$1,082,227,796
2019	\$1,109,391,805
2020	\$1,113,352,850
2021	\$1,241,527,224
2022	\$1,357,456,921
2023	\$1,355,659,733
2024	\$1,466,733,721
2025	\$1,415,872,899

Based on sales tax revenues returned to the City.

Source: Oklahoma Tax Commission.

Largest Taxpayers

Name of Taxpayer	Type of Business	Net Assessed Valuation
Public Service Co. of Oklahoma	Electric Utility	\$33,306,439
3501 Gore BLVD LLC A Oklahoma LLC	Apartments	\$4,639,554
AEP Oklahoma Transmission Company	Electric Power Transmission	\$4,213,527
Summit Utilities Oklahoma, Inc.	Natural Gas Utility	\$3,887,598
RCG-Lawton PM, LLC	Apartments	\$3,002,799
The Flats at Mac, LLC	Apartments	\$2,765,696
The Fort Sill Apache Tribe	Tribal Government	\$2,458,716
Fort Sill Apache Econ Dev Authority	Tribal Government/Entertainment	\$2,051,167
Sparklight	Telecommunications/Internet	\$1,869,996
LTC Retail LLC	Retail	\$1,737,155
Total Net Assessed Valuation of Top Ten Taxpayers		\$59,932,647
Percentage of School District's Net Assessed Valuation		11.27%

Source: Comanche County Assessor.

Lawton Area Major Employers

Name of Employer	Type of Business	Est. Number Employees ⁽¹⁾
Fort Sill Army Base	Military Base	53,000 ⁽²⁾
Goodyear Tire & Rubber Co.	Tire Manufacturer	2,850
Lawton Public Schools	Education Services	2,318
Comanche County Memorial Hospital	Health/Medical Care	2,200
Walmart	Retail	932
City of Lawton	Local Government	855
Southwestern Medical Center	Health/Medical Care	575
Cameron University	Higher Education	510
Lawton Correctional Facility	Correctional Facilities	460
Apache Casino Hotel	Casino/Gaming	437
City National Bank	Financial Services	385
Serco	Defense/Government Contractor	350
Bar-S Foods	Food Processing Company	330

(1) Source, unless otherwise noted: Lawton Chamber of Commerce

(2) Includes Military (permanently assigned), Basic Training, National Guard/Reserve, and Civilian Employees;
Source: *The Fort Sill Information Guide*; *U.S. Army Garrison (USAG)*.