

WORTHINGTON CITY SCHOOL DISTRICT
FRANKLIN COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEARS ENDED JUNE 30, 2005, 2006, 2007, 2008 AND 2009 ACTUAL,
FORECASTED FISCAL YEARS ENDING JUNE 30, 2010 THROUGH 2014

LINE NUMBER	2005 Actual	Fiscal Year 2006 Actual	Fiscal Year 2007 Actual	Fiscal Year 2008 Actual	Fiscal Year 2009 Actual	Fiscal Year 2010 Forecasted	Percentage Change	Fiscal Year 2011 Forecasted	Fiscal Year 2012 Forecasted	Fiscal Year 2013 Forecasted	Fiscal Year 2014 Forecasted
Revenues											
1.010 General Property Tax (Real Estate)	\$62,621,470	\$64,244,741	\$49,702,149	\$86,846,553	\$68,411,599	\$65,579,128	-4.1%	\$66,004,276	\$86,462,828	\$66,946,565	\$67,365,116
1.020 Unrestricted Personal Property Tax	17,708,791	19,474,338	14,584,191	10,928,141	6,414,636	3,015,058	-53.0%	2,699,019	2,382,231	2,382,231	2,382,231
1.035 Restricted Grants-in-Aid (All 3100's except 3130)	16,891,050	17,410,753	16,255,173	16,046,713	16,203,295	14,984,227	-7.6%	14,681,046	15,645,023	15,645,023	15,645,023
1.040 Restricted Grants-in-Aid (All 3200's)	136,493	189,391	155,005	102,989	151,151	89,913	-40.5%	89,913	89,913	89,913	89,913
1.045 Restricted Federal Grants-in-Aid (SFSF (4220))	0	0	0	0	0	983,277	100.0%	983,277	0	0	0
1.050 Property Tax Allocation (3130)	7,409,184	7,106,081	10,906,131	14,687,065	18,405,938	21,791,030	18.4%	22,140,378	22,160,152	22,162,053	15,083,977
1.060 All Other Revenues except 1931, 1933, 1940, 1950, 5100, 5200	2,069,726	3,167,053	4,204,704	3,456,051	2,939,766	1,462,000	-3.9%	1,412,000	1,387,000	1,387,000	1,387,000
1.070 Total Revenues	106,836,654	111,592,357	95,787,353	112,087,522	111,965,358	107,884,533	-4%	107,990,609	108,127,146	108,612,905	101,983,260
Other Financing Sources											
2.050 Advances-in (5200)	313,820	0	0	0	66,900	23,953	0%	0	0	0	0
2.060 All Other Financing Sources (including 1931 and 1933)	19,310	496	664	1,421	14,077	141	-99%	0	0	0	0
2.070 Total Other Financing Sources	333,130	496	664	1,421	100,977	24,094	-7.6%	0	0	0	0
2.080 Total Revenues and Other Financing Sources	107,169,784	111,592,853	96,453,017	112,088,943	112,066,335	107,908,627	-4%	107,990,609	108,127,146	108,612,905	101,983,260
Expenditures											
3.010 Personal Services	64,888,970	66,716,571	67,172,483	69,911,488	72,276,386	74,328,547	3%	77,234,074	78,884,032	81,636,791	84,551,636
3.020 Employees' Retirement/Insurance Benefits	23,003,940	23,993,387	21,757,484	22,908,493	24,903,681	25,690,440	3%	26,585,181	26,586,503	30,441,140	32,776,563
3.030 Purchased Services	7,772,700	8,005,439	7,010,881	8,464,643	8,873,349	10,331,354	16%	11,374,174	12,586,033	13,999,111	15,681,955
3.040 Supplies and Materials	2,560,826	2,638,264	2,459,479	2,235,216	2,220,862	2,555,229	15%	2,631,886	2,710,843	2,792,168	2,875,933
3.050 Capital Outlay	219,293	618,708	446,003	507,588	324,332	185,331	-43%	190,891	196,618	202,817	208,583
3.060 Intergovernmental (7600 and 7700 functions)	491,187	0	0	0	0	1,620,527	34%	1,689,143	1,719,217	1,770,794	1,623,918
4.000 Other Objects	1,388,391	1,392,387	1,695,361	1,615,922	1,208,619	1,620,527	34%	1,689,143	1,719,217	1,770,794	1,623,918
4.500 Total Expenditures	100,295,307	103,340,756	100,541,691	105,643,350	109,805,429	114,711,428	4%	119,685,349	124,463,246	130,842,521	137,886,598
Other Financing Uses											
5.010 Operating Transfers-Out	688,925	657,857	0	749,500	942,302	986,144	3%	987,401	1,051,125	1,076,047	1,076,047
5.020 Advances-Out	0	0	0	86,900	23,953	0	-100%	0	0	0	0
5.030 All Other Financing Uses	0	0	0	0	0	0	0%	0	0	0	0
5.040 Total Other Financing Uses	688,925	657,857	0	836,400	966,255	986,144	0%	987,401	1,051,125	1,076,047	1,076,047
5.050 Total Expenditures and Other Financing Uses	100,984,232	103,998,613	100,541,691	106,479,750	110,771,684	115,677,572	4%	120,672,750	125,504,371	131,918,568	138,964,645
Sources over (under) Expenditures and Other Financing Uses											
6.010 Other Financing Uses	6,215,552	7,594,240	-4,753,654	5,589,193	1,315,678	-7,768,845	-690%	-12,682,141	-17,377,225	-23,305,763	-37,001,365
Cash Balance July 1 - Excluding Proposed Renewal/Replacement and New Levies											
7.010	22,709,796	28,825,348	36,519,586	31,750,002	37,339,195	38,654,873	4%	30,886,028	18,203,887	826,662	22,479,101
7.020 Cash Balance June 30	28,925,348	36,519,588	31,750,002	37,339,195	38,654,873	30,886,028	-20%	18,203,887	826,662	-22,479,101	-59,480,487
8.010 Encumbrances June 30	3,281,636	4,484,838	3,418,197	1,484,732	1,537,148	1,500,000	-2%	1,500,000	1,500,000	1,500,000	1,500,000
Reservation of Fund Balance											
9.040 Contingency	0	0	1,750,000	3,118,000	3,118,000	3,118,000	0%	3,118,000	3,118,000	3,118,000	3,118,000
9.045 Fiscal Stabilization	0	0	0	0	0	0	0%	0	0	0	0
9.050 Debt Service	0	0	0	0	0	0	0%	0	0	0	0
9.060 Property Tax Advances	18,782,560	19,830,135	3,710,100	5,122,700	7,507,520	7,500,000	0%	7,500,000	7,500,000	7,500,000	7,500,000
9.070 Bus Purchases	0	0	28,430	0	0	0	0%	0	0	0	0
9.080 Subtotal	18,782,560	19,830,135	5,488,530	8,240,700	10,625,520	10,618,000	0%	10,618,000	10,618,000	10,618,000	10,618,000
15.010 Unreserved Fund Balance June 30	\$6,861,132	\$12,204,615	\$22,843,275	\$27,613,763	\$28,492,205	\$18,768,028	-29%	\$6,085,887	(\$11,291,336)	(\$34,597,101)	(\$71,598,487)
Enrollment	9,464	9,407	9,323	9,393	9,358	9,303		9,348	9,375	9,480	

See accompanying Notes to the Five Year Forecast

**NOTES TO THE FIVE YEAR FORECAST
GENERAL FUND ONLY**

October 5, 2009

THE FORECAST

This forecast was approved by the Board of Education at its regular meeting on October 26, 2009. The forecast presents the financial estimates of the Worthington City School District's education program in the event of a levy failure on November 3, 2009. The forecast has excluded the \$15 million dollars of reductions previously approved by the Board of Education as necessary if the levy fails.

REVENUE ASSUMPTIONS

REAL ESTATE VALUE ASSUMPTIONS

Property values are established each year by the Franklin County Auditor based on new construction and complete or updated values. A reappraisal of district property values occurred for 2008 values to be collected in calendar year 2009. The reappraisal left values unchanged. These have been factored into the projection for district property values along with their corresponding tax reduction factors affecting outside voted millage.

Per HB 66, telephone public utility personal property tax revenue will be systematically phased out by 2010. Projecting the impact of these changes is difficult, we believe our estimates are accurate in this forecast with the most current information that has been made available to us.

For 2009 Res./Ag. increased 1.12% for new construction; Comm./Ind. Increased .53%; Public Utility increased 2.61%; Total AV decreased \$22.4 million primarily due to the phase out of tangible personal property. The reappraisal did not increase values for residential properties, the Class I rate is 37.67 mills and Class II rate is 51.39 mills.

For 2010 the historic growth trends will be adjusted from/ to: Res./Ag. .8% to .8 % (no change); Comm./Ind. 0.0% to 0.0% (no change); due to public utility deregulation growth is estimated to be 0%.

For 2011 the historic growth trends will be adjusted from/ to: Res./Ag. .8% to .8 % (no change); Comm./Ind. 0.0% to 0.0% (no change); due to public utility deregulation growth is estimated to be 0%.

For 2012 the historic growth trends will be adjusted from/ to: Res./Ag. .8% to .8 % (no change); Comm./Ind. 0.0% to 0.0% (no change); due to public utility deregulation growth is estimated to be 0%. Total AV is estimated to increase \$11M for new construction and \$18.2M due to reappraisal increases resulting in Class I rates of 34.95 mills and Class II rates of 49.95 mills.

For 2013 the historic growth trends will be adjusted from/ to: Res./Ag. .8% to .8 % (no change); Comm./Ind. 0.0% to 0.0% (no change); due to public utility deregulation growth is estimated to be 0%.

For 2014 the historic growth trends will be adjusted from/ to: Res./Ag. .8% to .8 % (no change); Comm./Ind. 0.0% to 0.0% (no change); due to public utility deregulation growth is estimated to be 0%.

ESTIMATED ASSESSED VALUE BY COLLECTION YEARS (IN MILLIONS)

Classification	Act. 2009	Est. 2010	Est. 2011	Est. 2012	Est. 2013	Est. 2014
Res./Ag.	\$1,356	\$1,366	\$1,378	\$1,402	\$1,413	\$1,425
Comm./Ind.	444	444	444	449	449	449
P.U. Pers.	<u>30</u>	<u>30</u>	<u>30</u>	<u>30</u>	<u>30</u>	<u>30</u>
Total	<u>\$1,830</u>	<u>\$1,840</u>	<u>\$1,852</u>	<u>\$1,881</u>	<u>\$1,892</u>	<u>\$1,904</u>

NEW TAX LEVIES

New levies are estimated to be collected at 96% of the annual amount. This allows for 2.25% delinquency and 1.75% A & T fees. Also, 52% of new Res./Ag. is expected to be collected in February tax settlements and 48% collected in August tax settlements. Public Utility and Commercial taxes are estimated at 50% in February and August. These timing estimates are very important to estimating when new levy or new construction tax dollars will be available to the district. HB66 has eliminated the 10% rollback on Class II property (commercial and industrial), and HB119 has expanded homestead for seniors for the first \$ 25,000 of value.

ESTIMATED REAL ESTATE TAX

Source	FY10	FY11	FY12	FY13	FY14
New Base	\$56,052,623	\$56,478,745	\$56,839,877	\$57,231,853	\$57,646,371
New Construction	421,203	361,133	350,279	376,029	346,523
Delinquent	1,600,384	1,664,399	1,730,975	1,800,214	1,872,222
Advances In	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000
Reappraisal	<u>4,919</u>	<u>0</u>	<u>41,697</u>	<u>38,489</u>	<u>0</u>
Total	<u>\$65,579,128</u>	<u>\$66,004,276</u>	<u>\$66,462,828</u>	<u>\$66,946,585</u>	<u>\$67,365,116</u>

ESTIMATED TANGIBLE PERSONAL TAX AND HB66

The phase out of inventory taxes noted above began in FY 06. HB66 was adopted in June 2005 and the provisions of this legislation has eliminated the tangible personal property tax. HB 66 has provisions for the State to "hold harmless" through 2010 (annually phased out until gone after 2018) based on Tax Year 2004 valuations and tax rates the loss of personal property tax revenue. Projecting the impact of these changes is difficult, we believe our estimates are accurate in this forecast with the most current information that has been made available to us.

Source	FY10	FY11	FY12	FY13	FY14
Tangible Personal Property	\$590,809	\$316,788	\$0	\$0	\$0
Public Utility Personal	<u>\$2,424,249</u>	<u>\$2,382,231</u>	<u>\$2,382,231</u>	<u>\$2,382,231</u>	<u>\$2,382,231</u>
Total	<u>\$3,015,058</u>	<u>\$2,699,019</u>	<u>\$2,382,231</u>	<u>\$2,382,231</u>	<u>\$2,382,231</u>

UNRESTRICTED GRANTS IN AID

The State of Ohio passed the biennial budget for fiscal years 2010 and 2011. The budget contains significant changes to the school funding model now termed the Evidence Based Model (EBM). The model moves school funding from the traditional per pupil definition to one identifying the staffing levels and programs necessary for a quality education. The full effects of this new funding model are not known at this time, but the biennial budget provides for a 1% decrease in basic aid for fiscal year 2010 and 2% in fiscal year 2011.

Approximately 6.38% of the District's FY10 basic aid and special ed transportation funding is provided through federal stabilization funds. These funds must be used for specific purposes and are classified below as restricted grants in aid. This forecast assumes the State will use its own funds to replace stabilization funds, after FY2011, so that total state/federal funding remains flat.

A) State Foundation Revenue PASS Form

Source	FY10	FY11	FY12	FY13	FY14
Basic Aid	\$14,069,143	\$13,785,962	\$14,731,661	\$14,731,661	\$14,731,661
Preschool Aid	\$220,713	\$220,713	\$220,713	\$220,713	\$220,713
Special Ed Transportation	<u>\$268,191</u>	<u>\$268,191</u>	<u>\$286,469</u>	<u>\$286,469</u>	<u>\$286,469</u>
Total	<u>\$14,558,047</u>	<u>\$14,274,866</u>	<u>\$15,238,843</u>	<u>\$15,238,843</u>	<u>\$15,238,843</u>

B) Reimbursements - Electric Deregulation

ORC 5727.84 required the State of Ohio to refund districts lost property taxes due to Electric Deregulation through 2006. Beginning in 2007, ODE has computed based on specified criteria to determine if districts are still eligible for reimbursement. With the most current information available, we anticipate continued further reimbursements for all forecast years.

Source	FY10	FY11	FY12	FY13	FY14
Dereg. Reimbursement	<u>406,180</u>	<u>406,180</u>	<u>406,180</u>	<u>406,180</u>	<u>406,180</u>

Summary of Unrestricted Grants in Aid

Source	FY10	FY11	FY12	FY13	FY14
State Foundation	\$14,558,047	\$14,274,866	\$15,238,843	\$15,238,843	\$15,238,843
Reimbursements	<u>\$406,180</u>	<u>\$406,180</u>	<u>\$406,180</u>	<u>\$406,180</u>	<u>\$406,180</u>
Total	<u>\$14,964,227</u>	<u>\$14,681,046</u>	<u>\$15,645,023</u>	<u>\$15,645,023</u>	<u>\$15,645,023</u>

RESTRICTED STATE GRANTS IN AID

These amounts were given to the district and restricted for specific purposes. HB1 eliminated the bus purchase allowance.

Source	FY10	FY11	FY12	FY13	FY14
Bus Purchase Allowance	\$0	\$0	\$0	\$0	\$0
Career Tech	<u>\$89,913</u>	<u>\$89,913</u>	<u>\$89,913</u>	<u>\$89,913</u>	<u>\$89,913</u>
Total	<u>\$89,913</u>	<u>\$89,913</u>	<u>\$89,913</u>	<u>\$89,913</u>	<u>\$89,913</u>

RESTRICTED FEDERAL GRANTS IN AID

These amounts represent restricted federal funds that the State of Ohio is using to stabilize its budget and fund education. The most recent estimate from ODE states that 6.38% of total basic aid will be provided from Fiscal Stabilization Funds. The funds replace a portion of FY2009 basic aid, we are assuming 98% funding for FY11 and 0 beginning FY12.

Source	FY10	FY11	FY12	FY13	FY14
Federal Stimulus Funds	<u>\$983,277</u>	<u>\$963,977</u>	\$0	\$0	\$0
Total	<u>\$983,277</u>	<u>\$963,977</u>	\$0	\$0	\$0

PROPERTY TAX ALLOCATION

a) ROLLBACK & HOMESTEAD REIMBURSEMENT

These funds are reimbursements from Ohio for tax credits given owner occupied residences equaling 12.5% of the gross property taxes charged residential taxpayers and up to 10% for commercial and industrial taxpayers. These amounts will grow along with new levies and new construction in Res./Ag/ and Comm. /Ind. property classifications. HB 66 has eliminated the 10 percent rollback on Class II property (commercial and industrial). HB 119 has increased the homestead exemption for seniors by \$25,000.

Source	FY10	FY11	FY12	FY13	FY14
Base R & H	\$6,999,908	\$7,076,506	\$7,117,544	\$7,137,318	\$7,139,219
New Levy	0	0	0	0	0
New Construction	<u>76,598</u>	<u>41,038</u>	<u>19,773</u>	<u>1,901</u>	<u>1,732</u>
Total	<u>\$7,076,506</u>	<u>\$7,117,544</u>	<u>\$7,137,318</u>	<u>\$7,139,219</u>	<u>\$7,140,951</u>

b) TANGIBLE PERSONAL PROPERTY REIMBURSEMENTS

These amounts reflect the state's reimbursement of tangible personal property tax that is being phased out in HB66. The current legislation provides for a reduction in the reimbursement starting after FY13 and continued reduction until the reimbursement is 0 after FY17.

Source	FY10	FY11	FY12	FY13	FY14
TPP Reimbursement	<u>\$14,714,524</u>	<u>\$15,022,834</u>	<u>\$15,022,834</u>	<u>\$15,022,834</u>	<u>\$7,953,026</u>

SUMMARY OF PROPERTY TAX ALLOCATION

Source	FY10	FY11	FY12	FY13	FY14
Homestead & Rollback	\$7,076,506	\$7,117,544	\$7,137,318	\$7,139,219	\$7,140,951
TPP Reimbursement	\$14,714,524	\$15,022,834	\$15,022,834	\$15,022,834	\$7,953,026
Total	<u>\$21,791,030</u>	<u>\$22,140,378</u>	<u>\$22,160,152</u>	<u>\$22,162,053</u>	<u>\$15,093,977</u>

OTHER LOCAL REVENUES

Interest income will increase and decrease as the cash position of the General Fund fluctuates over the forecast period. The federal fiscal policy decreased rates in light of the current economic circumstances to a new overnight rate range of 0.00% to .25%. The District's balances available for investment and maturities of investments vary month to month due to cash flow needs. We are estimated interest revenue to decline throughout the forecast period due to decreasing cash balances and a low rate environment. Funds are predominately invested in STAR Ohio, federal agency securities, certificates of deposit, T-bills, T-notes and interest bearing sweep accounts. Security of the public funds collected by the district is the top priority of the Treasurer's office.

Other local revenues are estimated based on past trends and researching activity over the past two years in detail. We do not anticipate significant changes in this revenue area in the current forecast.

Source	FY10	FY11	FY12	FY13	FY14
Interest Income	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000
Pay To Participate	\$162,000	\$162,000	\$162,000	\$162,000	\$162,000
Tuition	500,000	500,000	500,000	500,000	500,000
Other	<u>300,000</u>	<u>250,000</u>	<u>225,000</u>	<u>225,000</u>	<u>225,000</u>
Total	<u>\$1,462,000</u>	<u>\$1,412,000</u>	<u>\$1,387,000</u>	<u>\$1,387,000</u>	<u>\$1,387,000</u>

RETURN OF ADVANCES & REFUND OF PRIOR YEAR EXPENDITURES

These are non-operating revenues which are the repayment of short term loans to other funds over the previous fiscal year and reimbursements for expenses received for a previous fiscal year in the current fiscal year. All advances over year end are planned to be returned in the succeeding fiscal year.

Source	FY10	FY11	FY12	FY13	FY14
Advance Returns	\$23,953	\$0	\$0	\$0	\$0
Transfers	\$0	\$0	\$0	\$0	\$0
R.O.P.Y.E. (*)	<u>141</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total	<u>\$24,094</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

(*) refund of prior years expenditures.

EXPENDITURE ASSUMPTIONS

WAGES

The model reflects pay increases approved by the Board of Education for certificated and administrative staff effective August 1, 2008 three years of 2.85 per year. Increases and step & training increases are projected to grow as additional staff members are added for increased enrollment. Classified employees covered by the WESP agreement were granted increase of 2.85% effective January 1, 2009 and January 1, 2010;

The certificated staff have negotiated a base pay freeze for FY2012. The forecast assumes all employees have a freeze in 2012 and estimates increases of 2% for fiscal year 2013 and 2014. The increase listed in FY12 is two months of prior increase being paid.

The Other line includes reductions for the retirement incentive being completed, reductions in custodial staff, and staff reduction at the middle school over the next two years from restructuring the program.

The new state budget requires the district to have all day kindergarten. We are allowed to charge for FY10 and FY11, but must accommodate all students who want this program. We will be required to fund it completely in FY12, which will require additional staff. We are projecting 2 FTE in FY11 and 4 FTE in FY12.

Source	FY10	FY11	FY12	FY13	FY14
Base Wages	\$72,269,261	\$74,328,547	\$77,234,074	\$78,884,032	\$81,636,791
Increases	2,059,674	2,118,364	617,873	1,577,681	1,632,736
Steps & Training	1,011,770	743,285	926,809	946,608	979,641
New District Staff	173	3,878	20,277	228,470	302,468
K+ Program	65,000	315,000	835,000	0	0
Other & Redistricting	(\$1,077,331)	(\$275,000)	(\$750,000)	0	0
Total	\$74,328,547	\$77,234,074	\$78,884,032	\$81,636,791	\$84,551,636

FRINGE BENEFIT ESTIMATES

A) STRS/SERS will increase by 14% of wages paid.

Source	FY10	FY11	FY12	FY13	FY14
Base Wages	\$10,117,697	\$10,405,997	\$10,812,770	\$11,043,764	\$11,429,151
Increases	288,354	296,571	86,502	220,875	228,583
Steps & Training	141,648	104,060	129,753	132,525	137,150
New District Staff	24	543	2,839	31,986	42,345
K+ Program	9,100	44,100	116,900	0	0
STRS/SERS Pickup	517,978	543,876	571,070	599,624	629,605
SERS Surcharge	246,960	259,308	272,273	285,887	300,181
Other	0	(\$38,500)	(\$105,000)	0	0
Total	\$11,321,760	\$11,615,955	\$11,887,108	\$12,314,661	\$12,767,015

B) Health insurance premiums will decrease January 2010 by 1%. Estimated increases are 13% per year for outlying years, for medical, dental and vision insurances which is the best data available at this time.

Source	FY10	FY11	FY12	FY13	FY14
Base Costs	\$11,059,834	\$11,154,785	\$11,701,505	\$13,127,335	\$14,714,427
New District Staff	43	970	5,069	57,117	75,617
K+ Program	5,200	25,200	66,800	0	0
HSA Contribution	1,484,654	1,624,748	1,624,748	1,624,748	1,624,748
Inflation	89,708	520,551	1,353,961	1,529,975	1,728,871
Total	\$12,639,439	\$13,326,253	\$14,752,083	\$16,339,175	\$18,143,663

C) Workers compensation is expected to increase by 15% for the 2009 year, paid in 2010 due to being dropped from the group rating program. We have been approved for self insurance of the Worker's compensation program as of August 1, 2009. We will fund the program at the current rate of .009 per \$ of payroll, and reduce it to .007 in fiscal year 2011 to reflect anticipated savings.

Source	FY10	FY11	FY12	FY13	FY14
Base Costs	\$678,066	\$540,331	\$551,451	\$569,858	\$589,744
New District Staff	2	27	142	1,599	2,117
K+ Program	332	1,607	4,259	0	0
Other	0	0	0	0	0
Total	<u>\$678,399</u>	<u>\$541,965</u>	<u>\$555,852</u>	<u>\$571,458</u>	<u>\$591,861</u>

D) Medicare will continue to increase at a rapid pace. Contributions are 1.45% for all new employees to the district since April 1, 1986. These amounts are growing for our district since we must hire additional staff to accommodate both the growth in ADM and the retirement of experienced staff.

Source	FY10	FY11	FY12	FY13	FY14
Base Costs	\$909,897	\$956,384	\$1,009,058	\$1,072,533	\$1,129,638
New District Staff	3	56	294	3,313	4,386
K+ Program	943	4,568	12,108	0	0
Total	<u>\$910,842</u>	<u>\$961,008</u>	<u>\$1,021,460</u>	<u>\$1,075,846</u>	<u>\$1,134,024</u>

SUMMARY OF FRINGE BENEFITS

Source	FY10	FY11	FY12	FY13	FY14
STRS/SERS	\$11,321,760	\$11,615,955	\$11,887,108	\$12,314,661	\$12,767,015
Insurance's	12,639,439	13,326,253	14,752,083	16,339,175	18,143,663
Workers Comp & Unemploy.	678,399	541,965	555,852	571,458	591,861
Medicare	910,842	961,008	1,021,460	1,075,846	1,134,024
Other	<u>140,000</u>	<u>140,000</u>	<u>140,000</u>	<u>140,000</u>	<u>140,000</u>
Total	<u>\$25,690,440</u>	<u>\$26,585,181</u>	<u>\$28,356,503</u>	<u>\$30,441,140</u>	<u>\$32,776,563</u>

PURCHASED SERVICES

Overall service costs are increasing faster than inflation due to energy costs. The district has negotiated electric service contracts with Strategic Energy and implemented an energy conservation program to help hold down energy cost increases. The cost of community school tuition has increased dramatically requiring an additional allocation for FY10 of \$500,000. We are estimating inflationary growth at 5% for Utilities, 20% for Tuition and 3% in other areas.

Source	FY10	FY11	FY12	FY13	FY14
Equipment Maint/Repair	\$840,794	\$866,018	\$891,999	\$918,759	\$946,322
Utilities	\$2,940,600	\$3,087,630	\$3,242,012	\$3,404,113	\$3,574,319
Tuition other Districts	\$3,965,101	\$4,758,121	\$5,709,745	\$6,851,694	\$8,222,033
Other	<u>\$2,584,859</u>	<u>\$2,662,405</u>	<u>\$2,742,277</u>	<u>\$2,824,545</u>	<u>\$2,909,281</u>
Total	<u>\$10,331,354</u>	<u>\$11,374,174</u>	<u>\$12,586,033</u>	<u>\$13,999,111</u>	<u>\$15,651,955</u>

MATERIALS AND SUPPLIES

An overall inflation rate of 3% is being estimated for this category of expense.

Source	FY10	FY11	FY12	FY13	FY14
Supplies	\$2,555,229	\$2,631,886	\$2,710,843	\$2,792,168	\$2,875,933
ADM Growth	\$0	\$0	\$0	\$0	\$0
Redistricting	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Total	<u>\$2,555,229</u>	<u>\$2,631,886</u>	<u>\$2,710,843</u>	<u>\$2,792,168</u>	<u>\$2,875,933</u>

EQUIPMENT

An overall inflation rate of 3% is being estimated for this category of expense. We will plan to buy busses in the future from restricted State of Ohio school bus purchase money which cannot be used for any other purpose.

Source	FY10	FY11	FY12	FY13	FY14
Capital Outlay	\$185,331	\$190,891	\$196,618	\$202,517	\$208,593
New Buses	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total	<u>\$185,331</u>	<u>\$190,891</u>	<u>\$196,618</u>	<u>\$202,517</u>	<u>\$208,593</u>

OTHER EXPENSES

The category of Other Expenses amounted to \$1,206,819 for FY 09. Of that total, Auditor & Treasurer fees were \$840,853 including a one time refund of \$286,649. The category includes County Board of Ed deductions for participation in the SB140 City/County Agreement of \$239,177 in FY 09 and other miscellaneous expenses. Auditor and treasurer fees will increase sharply anytime a new operating levy is collected. Also new construction will cause A & T fees to increase as more tax dollars are collected.

Source	FY10	FY11	FY12	FY13	FY14
Other expenses	\$1,620,527	\$1,669,143	\$1,719,217	\$1,770,794	\$1,823,918
Inc. A&T Levy	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total	<u>\$1,620,527</u>	<u>\$1,669,143</u>	<u>\$1,719,217</u>	<u>\$1,770,794</u>	<u>\$1,823,918</u>

NON OPERATING EXPENSES

This account group covers fund to fund transfers and end of year short term loans from the General Fund to other funds until they have received reimbursements and can repay the General Fund. The transfers out are deposited in the debt service fund to pay for the WEC capital activity bonds and the HB264 project.

Source	FY10	FY11	FY12	FY13	FY14
Transfers	\$966,144	\$987,401	\$1,051,125	\$1,076,047	\$1,076,047
Advances	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total	<u>\$966,144</u>	<u>\$987,401</u>	<u>\$1,051,125</u>	<u>\$1,076,047</u>	<u>\$1,076,047</u>

TAX ANTICIPATION NOTE REPAYMENT

No General Fund borrowing is planned in this five year projection.

ENCUMBRANCES

These are outstanding purchase orders that have not been approved for payment as goods were not received in the fiscal year in which they were ordered.

RESERVATION OF FUND BALANCE

The contingency reservation was established by the Board of Education to plan for extraordinary events beyond the control of the District's ordinary operations. The contingency fund is to be utilized by the District in consultation with the Board.

The property tax advance reservation is required because the District requests an advance of the real estate taxes from the county settlement scheduled in August and such funds are not to be spent on current operations. The District utilizes these funds for investment purposes.

ENDING UNENCUMBERED CASH BALANCE

This amount must not go below \$-0- or the district General Fund will violate all Ohio Budgetary Laws. Any multi-year contract which is knowingly signed which will cause a negative unencumbered cash balance is a violation of 5705.412, ORC, punishable by personal liability of \$10,000.