



Wyoming City School District

Five Year Forecast Financial Report

November 27, 2023

Ronda Johnson, Treasurer

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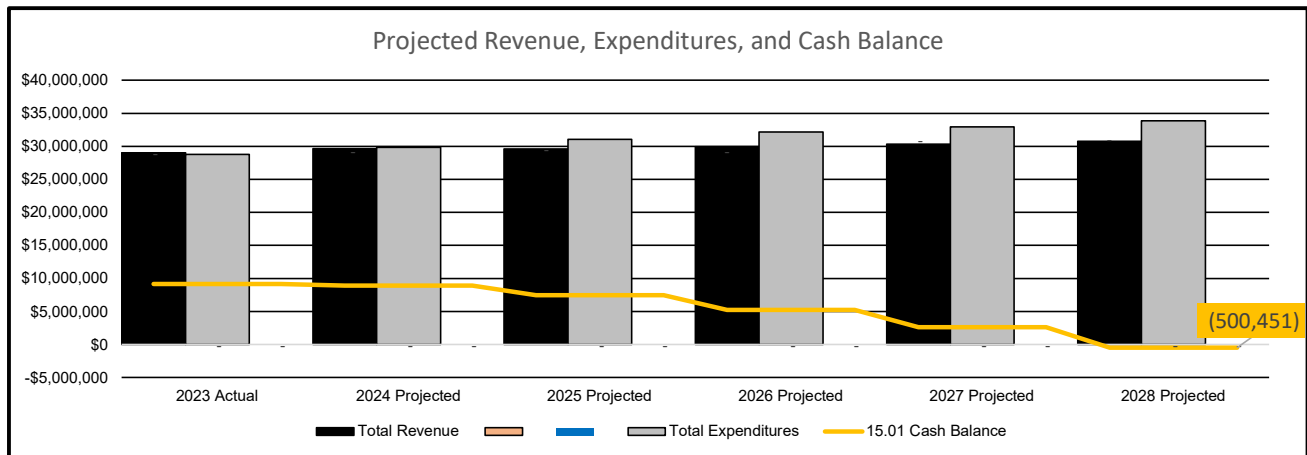
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Forecast Purpose/Objectives

Ohio Department of Education's purposes/objectives for the five-year forecast are:

1. To engage the local board of education and the community in the long range planning and discussions of financial issues facing the school district.
2. To serve as a basis for determining the school district's ability to sign the certificate required by O.R.C. §5705.412, commonly known as the "412 certificate."
3. To provide a method for the Department of Education and Auditor of State to identify school districts with potential financial problems.

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



Note: Cash balance (Line 7.020) plus any existing levy modeled as renewed or new during the forecast.

Financial Forecast	Fiscal Year 2024	Fiscal Year 2025	Fiscal Year 2026	Fiscal Year 2027	Fiscal Year 2028
Beginning Balance (Line 7.010) Plus Renewal/New Levies Modeled	9,144,327	8,930,381	7,452,877	5,252,415	2,633,850
+ Revenue	29,646,455	29,601,657	29,944,226	30,327,624	30,738,605
+ Proposed Renew/Replacement Levies	-	-	-	-	-
+ Proposed New Levies	-	-	-	-	-
- Expenditures	(29,860,401)	(31,079,160)	(32,144,688)	(32,946,189)	(33,872,906)
= Revenue Surplus or Deficit	(213,946)	(1,477,503)	(2,200,462)	(2,618,565)	(3,134,301)
Line 7.020 Ending Balance with renewal/new levies	8,930,381	7,452,877	5,252,415	2,633,850	(500,451)

Analysis Without Renewal Levies Included:

Revenue Surplus or Deficit w/o Levies	(213,946)	(1,477,503)	(2,200,462)	(2,618,565)	(3,134,301)
Ending Balance w/o Levies	8,930,381	7,452,877	5,252,415	2,633,850	(500,451)

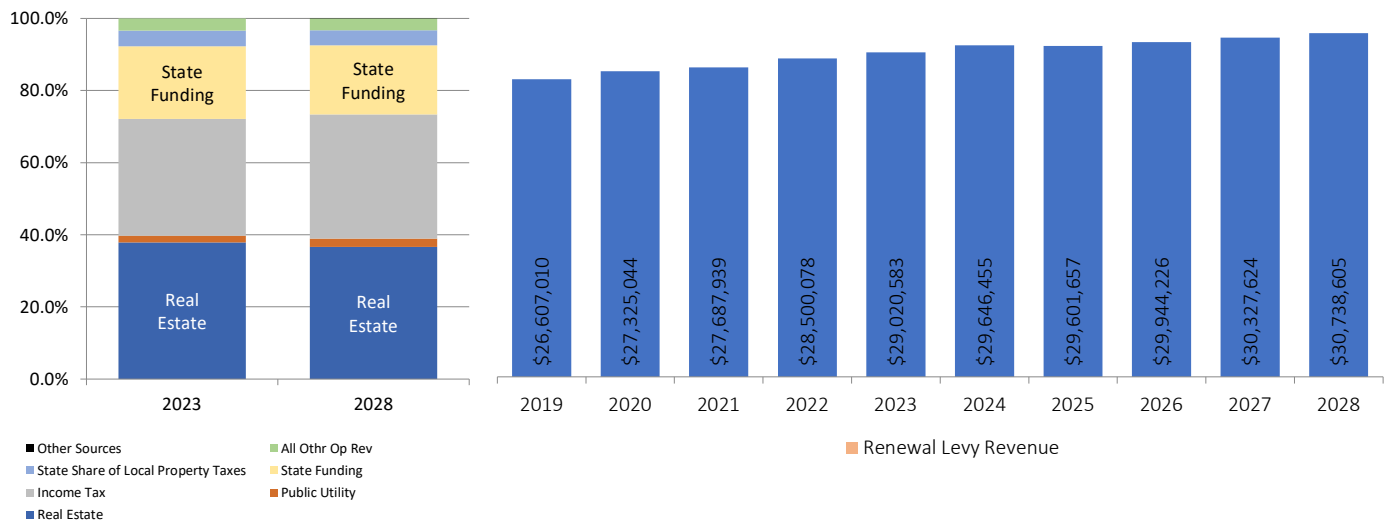
In FY 2024 a revenue shortfall is expected. This means that expenditures are expected to be greater than revenue by \$213,946 in FY 2024. By the last year of the forecast, FY 2028, the district is expected to have a revenue shortfall where expenditures are projected to be greater than revenue by \$3,134,301. The district would need to cut its FY 2028 projected expenses by 9.25% in order to balance its budget without additional revenue.

The district's cash balance is positive at year-end in FY 2024 and is projected to worsen by FY 2028. A worsening cash balance can erode the district's financial stability over time.

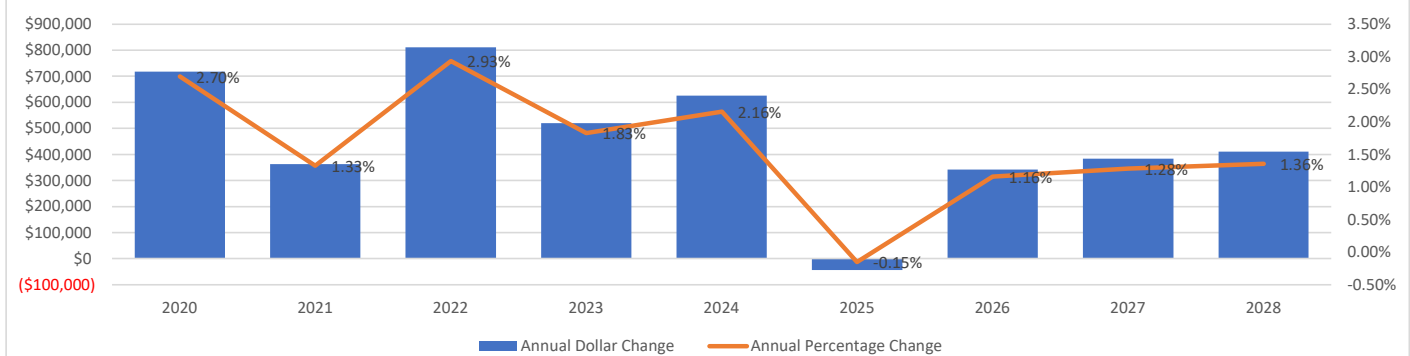
Ohio adopted the Fair School Funding Plan (FSFP) in FY 2022. The plan was continued with increasing phase-in of the formula results. In FY 2024 the per pupil base cost calculations were updated from FY 2018 cost data to FY 2022. For Wyoming City School District the calculated Base Cost total is \$14,956,247 in FY 2024. The state's share of the calculated Base Cost total is \$4,307,858 or \$2,350 per pupil.

Revenue Sources and Forecast Year-Over-Year Projected Overview

Sources of Revenue Over Time



Year-Over-Year Dollar & Percentage Change



4-Year Historical Actual Average Annual Dollar Change
Compared to 5-year Projected

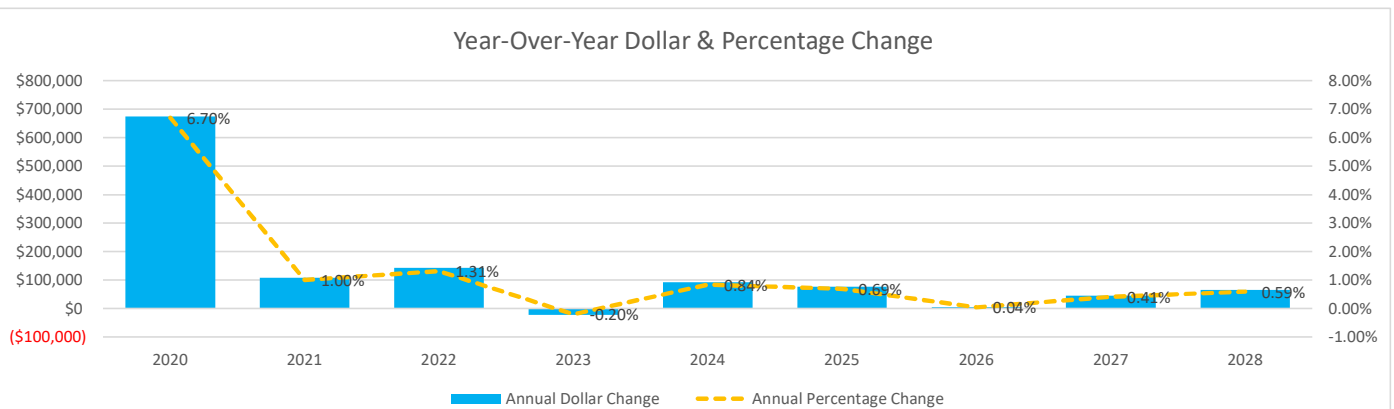
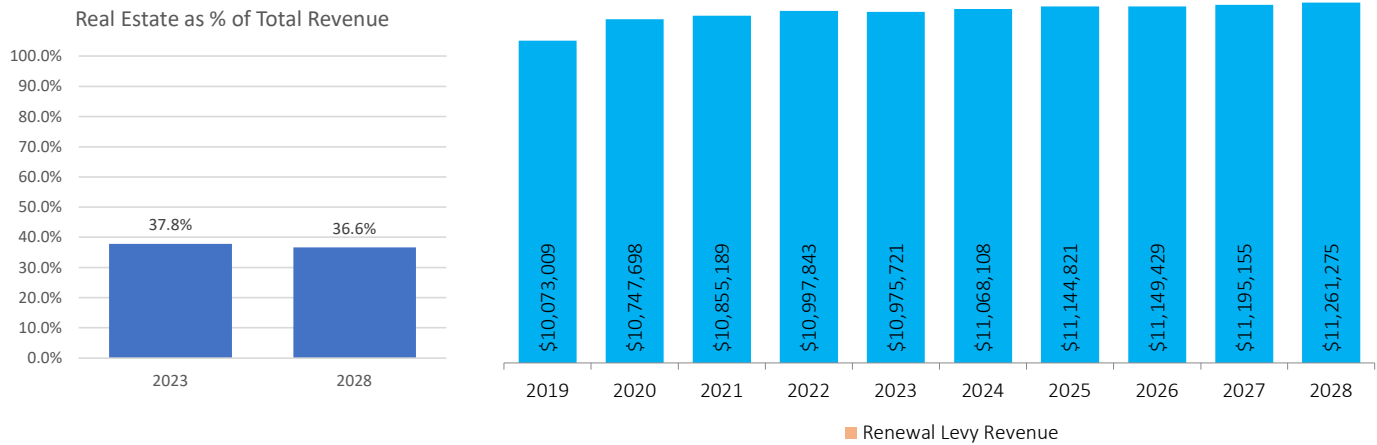
	Historical Average Annual \$\$ Change	Projected Average Annual \$\$ Change	Projected Compared to Historical Variance	Total revenue increased 2.2% or \$603,393 annually during the past 4-year period and is projected to increase 1.16% or \$343,604 annually through FY28. Income Tax has the highest projected average annual variance compared to the historical average.
Real Estate	225,678	57,111	(\$168,567)	
Public Utility	\$46,546	\$31,715	(\$14,831)	
Income Tax	\$453,964	\$235,801	(\$218,163)	
State Funding	(\$26,990)	7,389	\$34,380	
Prop Tax Alloc	\$108	\$7,609	\$7,502	
All Other Op Rev	(\$51,921)	\$4,446	\$56,367	
Other Sources	(\$43,991)	(\$466)	\$43,525	
Total Average Annual Change	603,393 2.20%	343,604 1.16%	(\$259,789) -1.04%	

Note: Expenditure average annual change is projected
to be >

\$1,020,578 On an annual average basis, expenditures are projected to grow faster than revenue.

1.010 - General Property Tax (Real Estate)

Revenue collected from taxes levied by a school district by the assessed valuation of real property using effective tax rates for class I (residential/agricultural) and class II (business).



Values, Tax Rates and Gross Collections							Gross Collection Rate Including Delinquencies
Tax Yr	Valuation	Value Change	Class I Rate	Change	Class II Rate	Change	
2022	345,463,490	686,300	35.32	-	41.82	-	100.6%
2023	445,953,490	100,490,000	28.24	(7.08)	35.76	(6.06)	100.1%
2024	446,518,490	565,000	28.27	0.03	35.89	0.13	100.1%
2025	446,983,490	465,000	28.30	0.03	36.02	0.13	100.1%
2026	473,393,490	26,410,000	26.97	(1.33)	34.90	(1.12)	100.1%
2027	473,858,490	465,000	26.99	0.03	35.02	0.12	100.1%

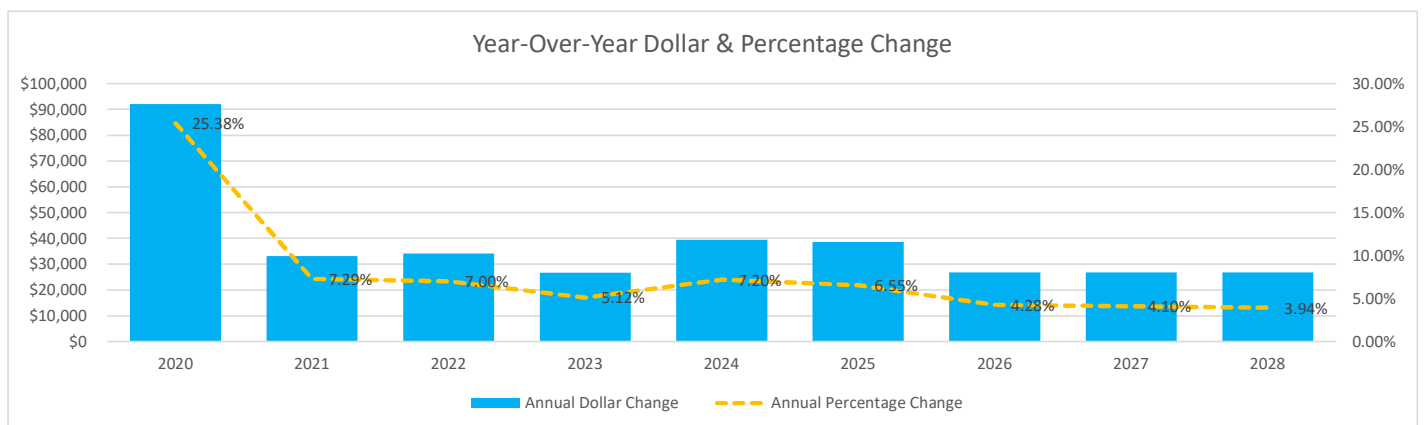
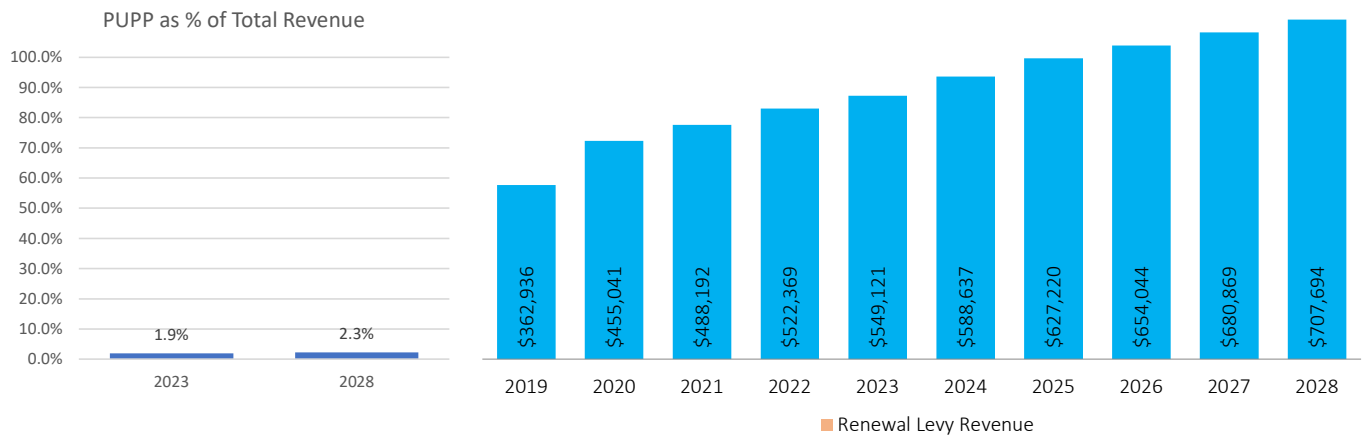
Real Estate property tax revenue accounts for nearly 38% of total revenue. Residential taxpayers generate 97.22% of this revenue. Hamilton County is undergoing property reappraisal in calendar year 2023 and this forecast assumes valuation growth as noted in the chart above. Ohio law requires the millage to be reduced (in alignment with the original voter-approved levy) as valuation grows, which limits any material increase in property tax revenue during the reappraisal cycle.

On May 2, 2017, the community approved a 9.5 mill combined property tax levy. 8 mills were approved for general fund operations and 1.5 mills were approved for permanent improvement fund operations. Only the General Fund is included in this forecast. Full collection of this revenue is reflected in FY20.

**Projected % trends include renewal levies*

1.020 - Public Utility Personal Property

Revenue generated from public utility personal property valuations multiplied by the district's full voted tax rate.



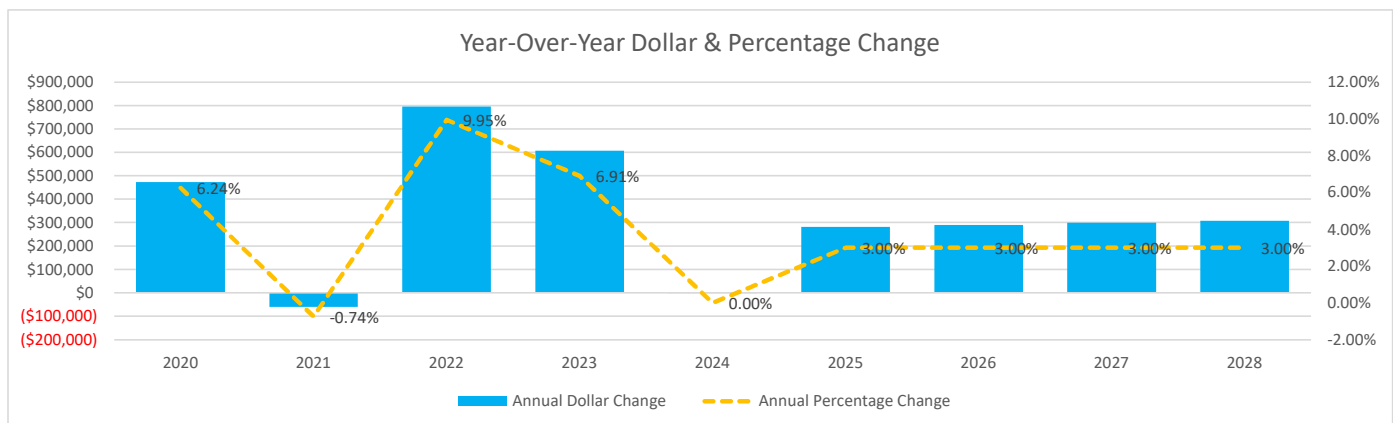
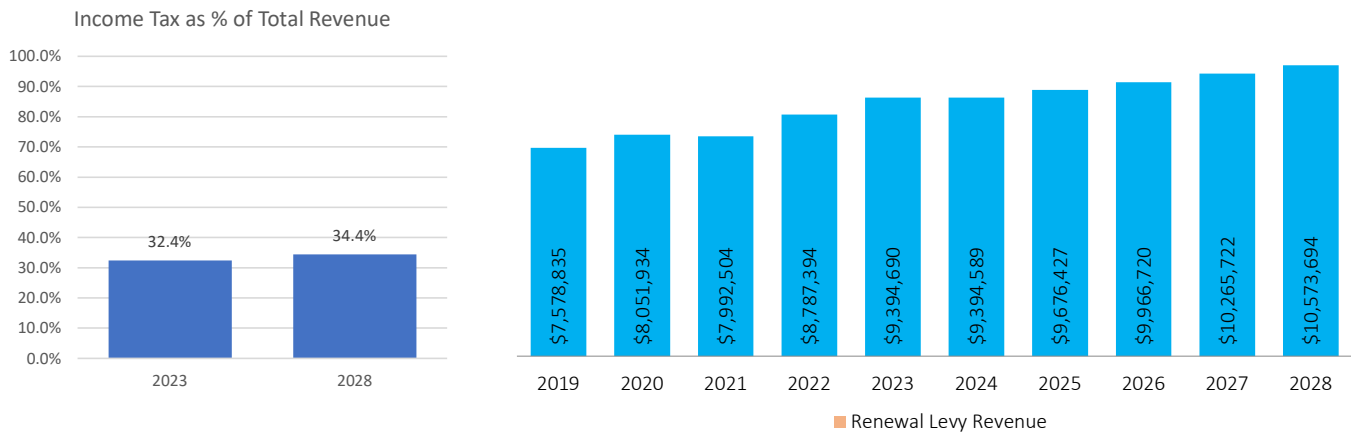
Values and Tax Rates					Gross Collection Rate Including Delinquencies
Tax Year	Valuation	Value Change	Full Voted Rate	Change	
2022	6,364,680	324,060	88.53	-	100.0%
2023	6,864,680	500,000	88.53	-	100.0%
2024	7,164,680	300,000	88.53	-	101.0%
2025	7,464,680	300,000	88.53	-	101.0%
2026	7,764,680	300,000	88.53	-	101.0%
2027	8,064,680	300,000	88.53	-	101.0%

The public utility personal property tax revenue is generated from the personal property values, additions, and depreciation reported by the utility companies. This category currently makes up 1.89% of total district revenue. The property is taxed at the full voted tax rate which in tax year 2023 is 88.53 mills. The forecast is modeling an average gross collection rate of 100.80%. The revenue changed historically at an average annual dollar amount of \$46,546 and is projected to change at an average annual dollar amount of \$31,715 through FY 2028.

**Projected % trends include renewal levies*

1.030 - Income Tax

Revenue collected from income tax earmarked specifically to support schools with a voter approved tax by residents of the school district; separate from federal, state and municipal income taxes.

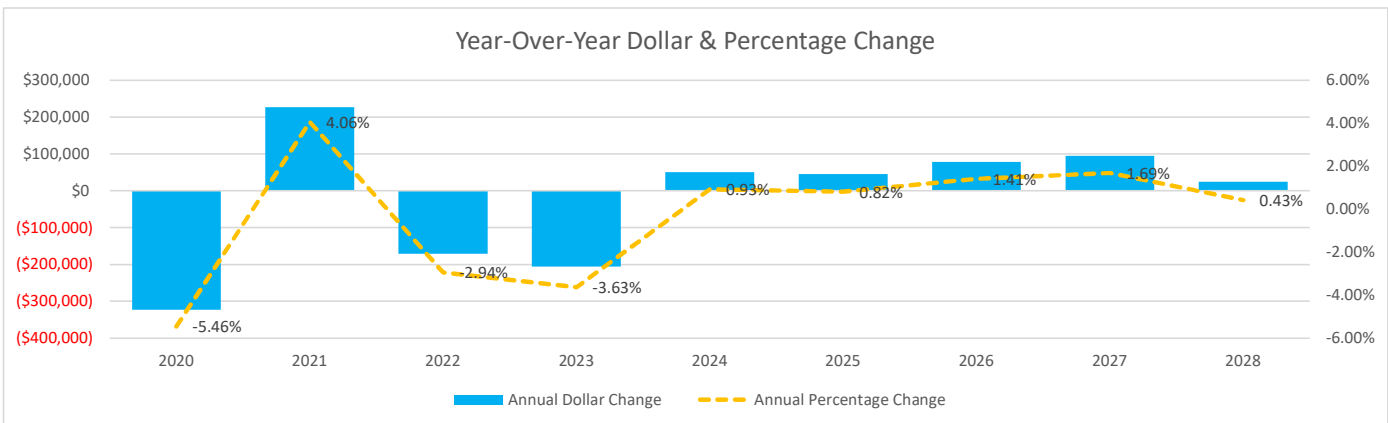
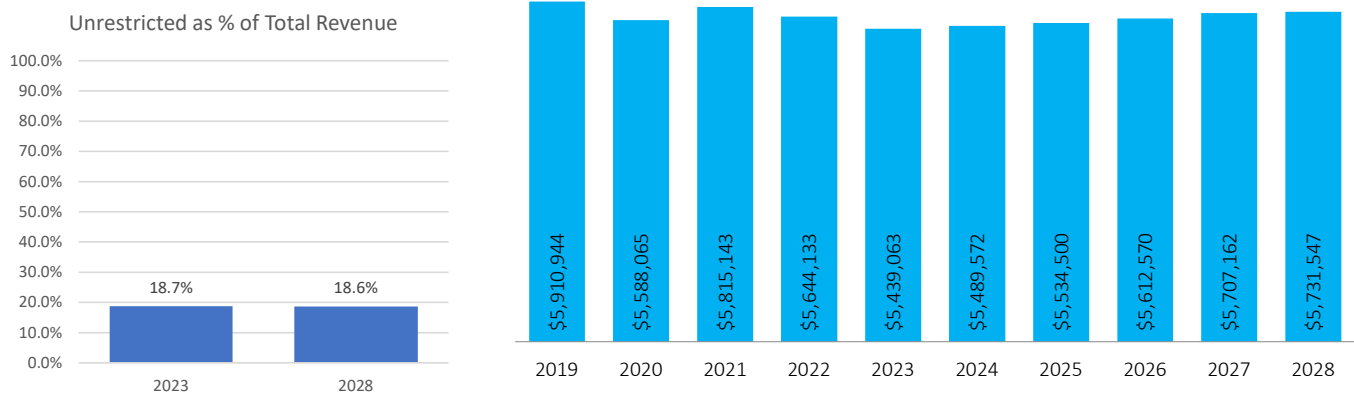


The Wyoming community has approved two income taxes: November, 1989 at .75% and May, 1994 at .5%. The current tax rate remains 1.25% on all income. Income tax revenue accounts for approximately 32% of the District's general fund revenue. When reviewing the history above, the District experienced a healthy return in FY20 prior to the pandemic that began in March, 2020. As a result of economic pressure surrounding the pandemic, collection in FY21 was nearly flat-lined. Historical average growth is 3%. FY22 and FY23 resulted in above-average growth. Collection for FY24 as of the filing of this forecast have been below-average, resulting in the forecasted growth for FY24 to be \$0. This forecast assumes average growth for years FY25 and beyond. However, the District acknowledges the volatility of this line item and will continue to monitor quarterly collections.

**Projected % trends include renewal levies*

1.035 - Unrestricted Grants-in-Aid

Funds received through the State Foundation Program with no restriction.



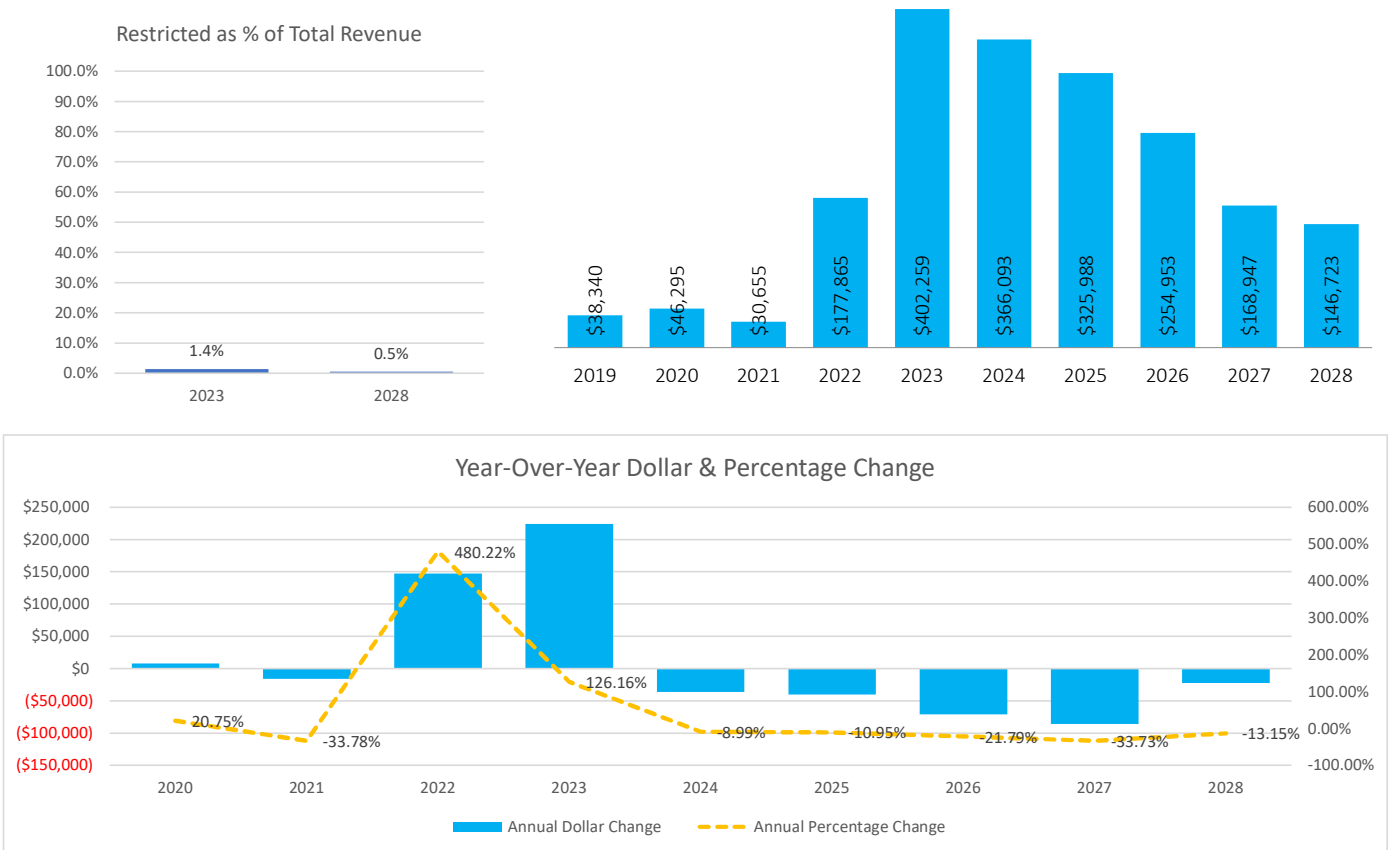
Beginning in FY 2022 Ohio adopted the Fair School Funding Plan (FSFP). Funding is driven by a base cost methodology that incorporates the four components identified as necessary to the education process. The Base Cost is currently calculated for two years using a statewide average from historical actual data.

For Wyoming City School District the calculated Base Cost total is \$14,956,247 in FY 2024. The state's share of the calculated Base Cost total is \$4,307,858 or \$2,350 per pupil.

PLEASE NOTE: The "FSFP formula" results in Wyoming being a GUARANTEE District, which means we are not forecasted to receive additional state funding over the next four years.

1.040 & 1.045 - Restricted Grants-in-Aid

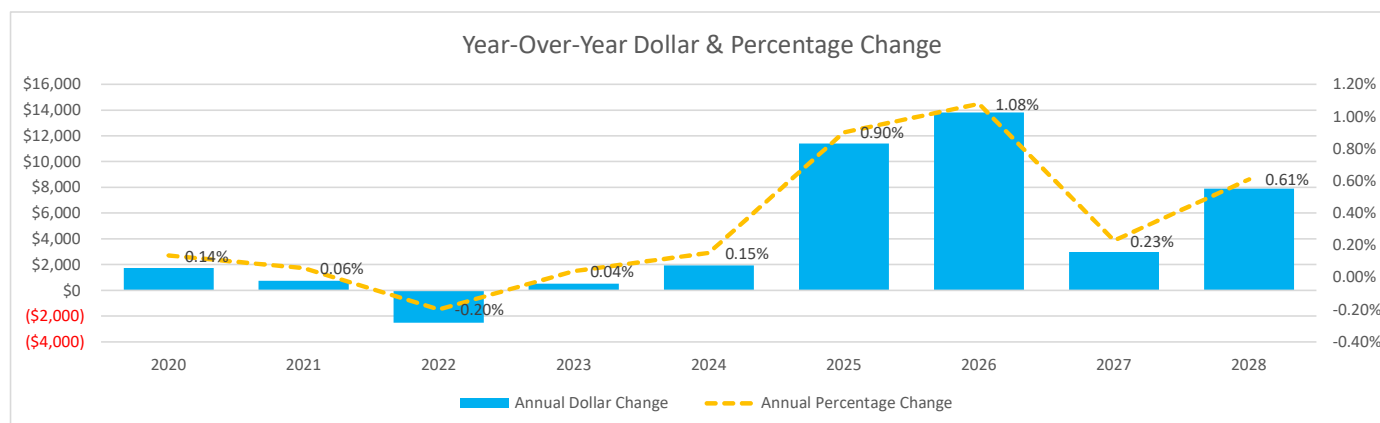
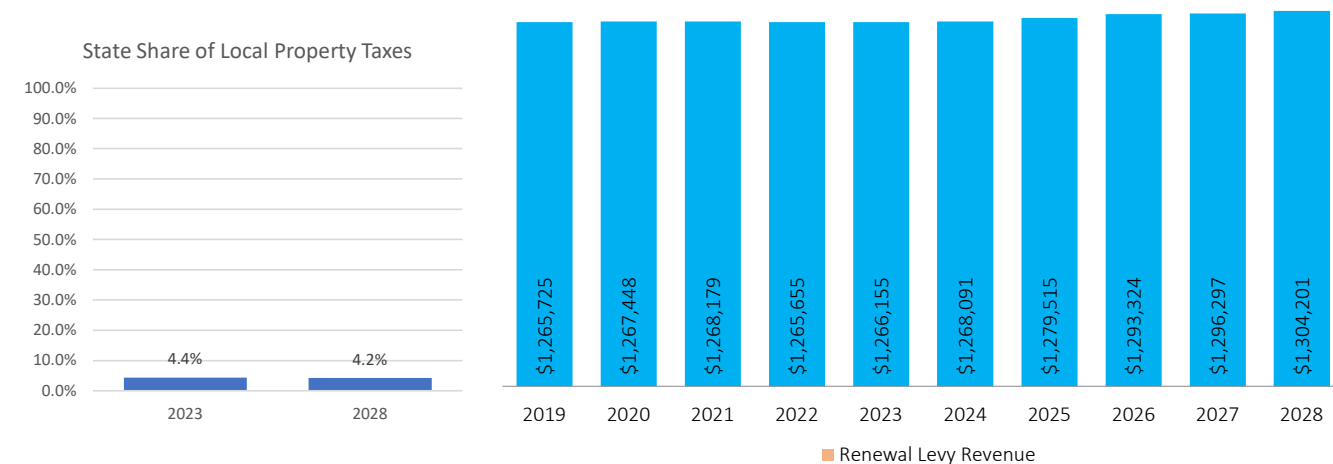
Funds received through the State Foundation Program or other allocations that are restricted for specific purposes.



Restricted aid is the portion of state per pupil funding that must be classified as restricted use. Historically the district's restricted state aid changed annually on average by \$118,655 and is projected to change annually on average by -\$51,107. Restricted funds represent 1.39% of total revenue. Starting in FY 2022 the district's Success & Wellness funding is considered restricted, the state's share of this funding is recorded as restricted is \$223,029. This funding has implications on general fund expenditures in that certain spending now occurring in a fund external to the general fund could shift to the general fund. The expenditures in this forecast are adjusted to reflect this change.

1.050 - State Share of Local Property Taxes

Includes funds received for Tangible Personal Property Tax Reimbursement, Electric Deregulation, Homestead and Rollback.

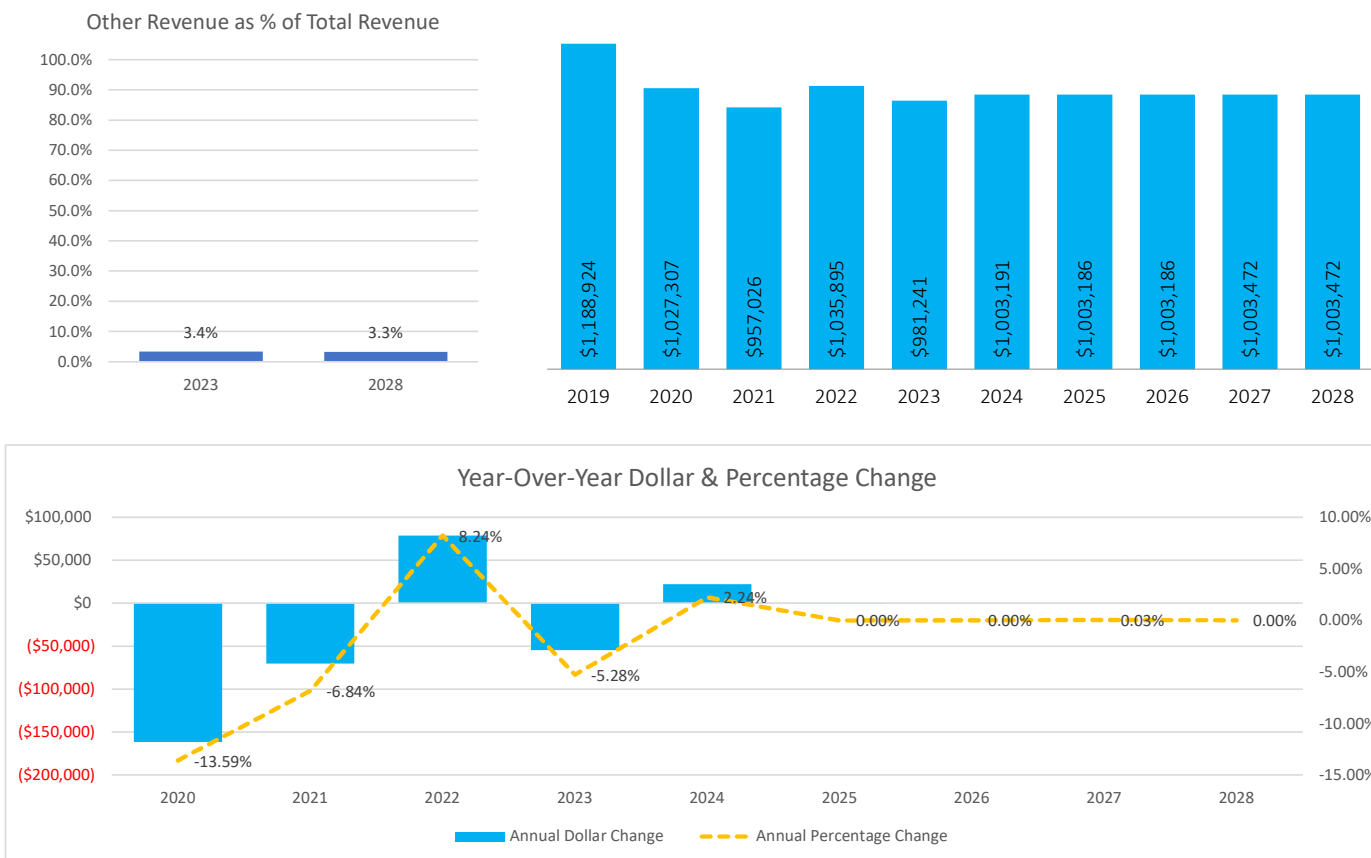


State Share of Local Property Taxes primarily consists of reimbursements from the state of Ohio for local taxpayer credits or reductions. The state reduces the local taxpayer's tax bill with a 10% rollback credit, and 2.5% owner-occupied rollback credit, plus a homestead credit for qualifying taxpayers. In FY 2024, approximately 9.8% local residential property taxes will be reimbursed by the state in the form of rollback credits and approximately 0.9% will be reimbursed in the form of qualifying homestead exemption credits.

**Projected % trends include renewal levies*

1.060 - All Other Operating Revenues

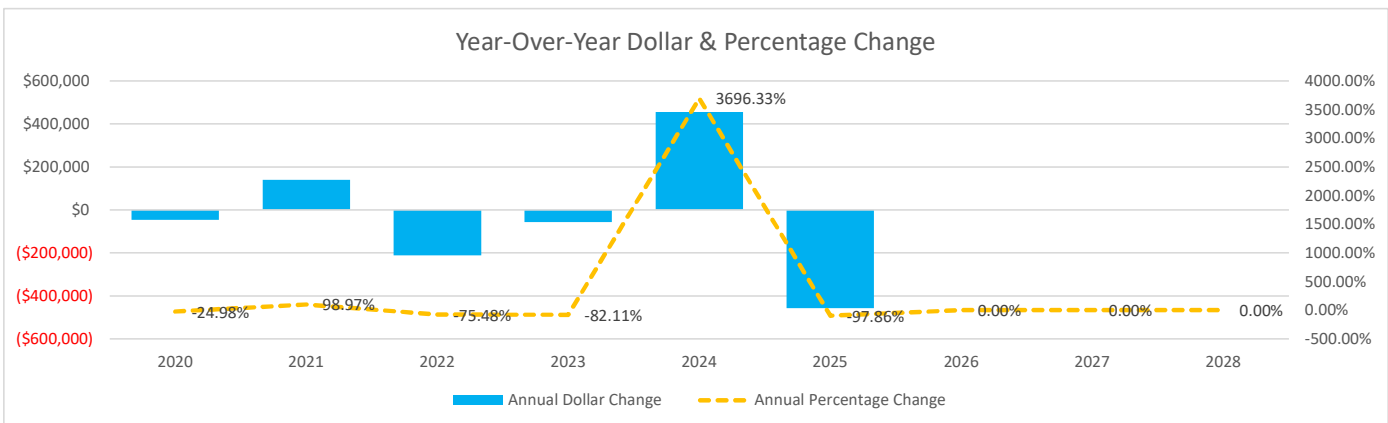
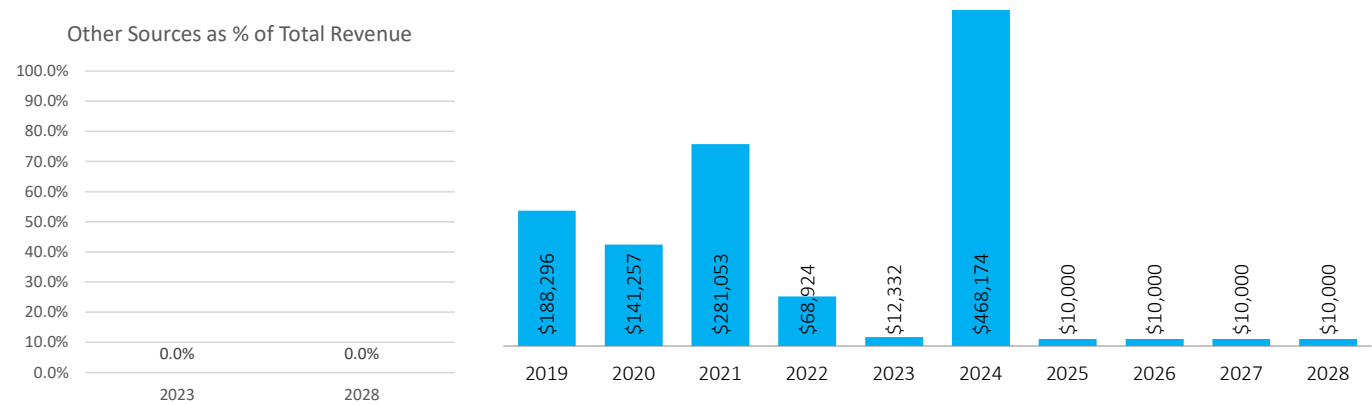
Operating revenue sources not included in other lines; examples include tuition, fees, earnings on investments, rentals, and donations.



Other revenue includes student fees, donations, all-day kindergarten tuition and investment revenue. It also includes miscellaneous revenue. The historical average annual change was -\$51,921. The projected average annual change is \$4,446 through FY 2028.

2.070 - Total Other Financing Sources

Includes proceeds from sale of notes, state emergency loans and advancements, operating transfers-in, and all other financing sources like sale and loss of assets, and refund of prior year expenditures.

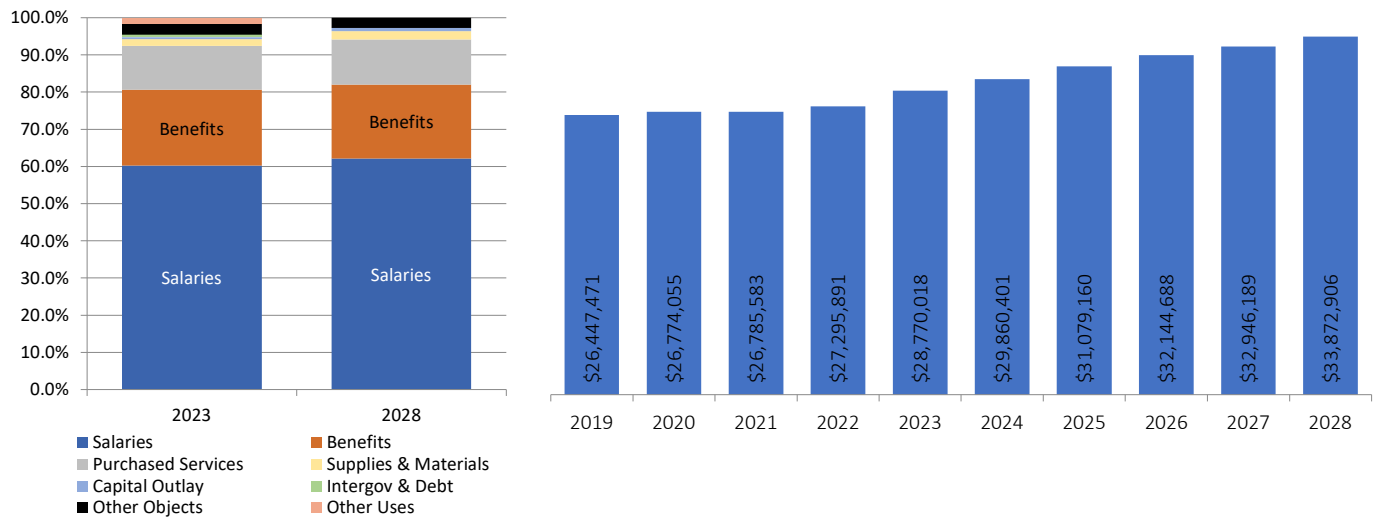


	2023	FORECASTED				
		2024	2025	2026	2027	2028
Transfers In	-	-	-	-	-	-
Advances In	-	458,174	-	-	-	-
All Other Financing Sources	12,332	10,000	10,000	10,000	10,000	10,000

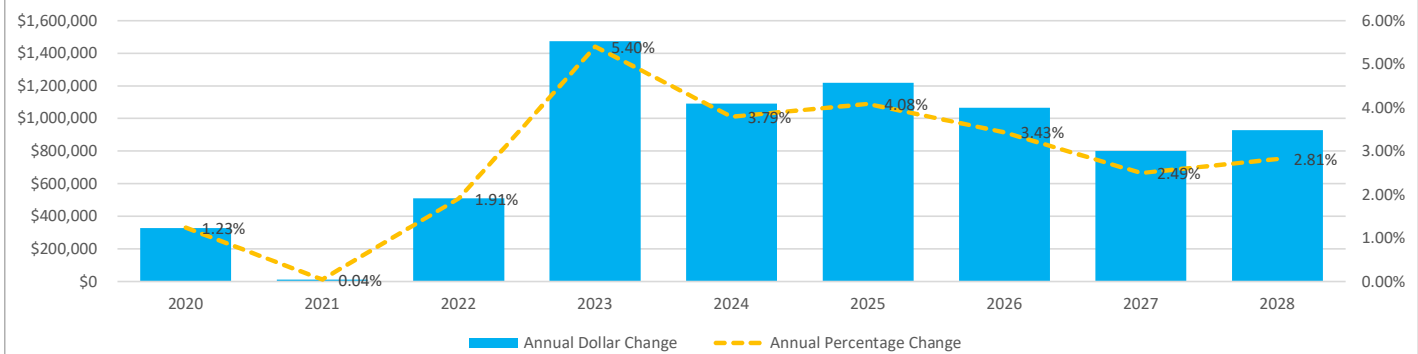
Other sources includes revenue that is generally classified as non-operating. Return advances-in are the most common revenue source. In FY 2023 the district receipted \$0 as advances-in and is projecting advances of \$458,174 in FY 2024. The district also receives other financing sources such as refund of prior year expenditures in this category. The district is projecting that all other financing sources will be \$10,000 in FY 2024 and average \$10,000 annually through FY 2028.

Expenditure Categories and Forecast Year-Over-Year Projected Overview

Expenditure Categories Over Time



Year-Over-Year Dollar & Percentage Change



4-Year Historical Actual Average Annual Dollar Change
Compared to 5-Year Projected

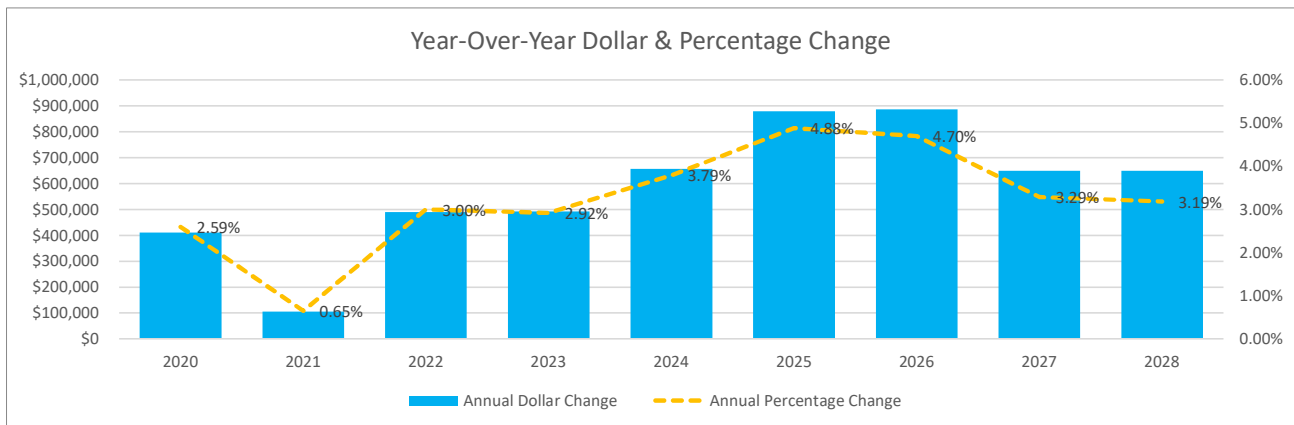
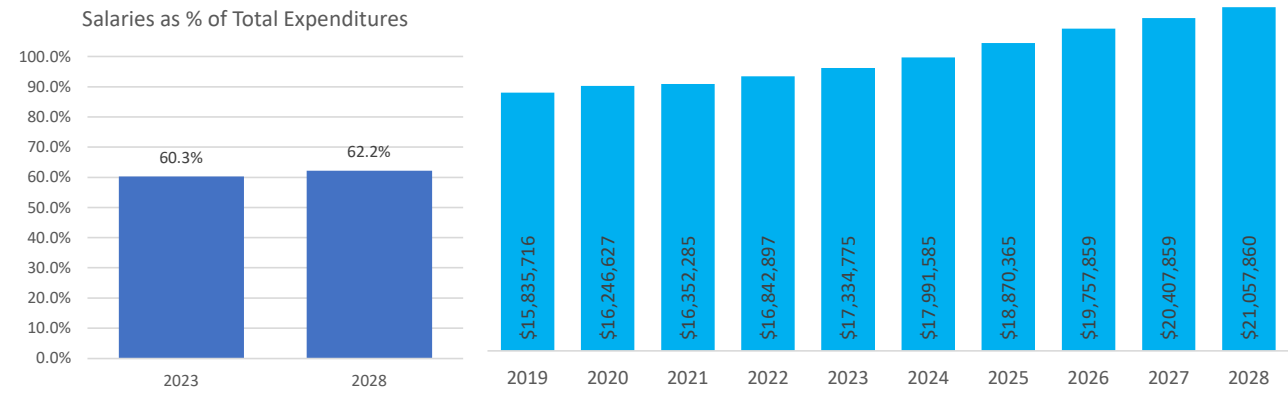
	Historical Average Annual \$\$ Change	Projected Average Annual \$\$ Change	Projected Compared to Historical Variance	Total expenditures increased 2.15% or \$580,637 annually during the past 4-Year period and is projected to increase 3.55% or \$1,020,578 annually through FY2028. Salaries have the largest projected average annual variance compared to the historical average at \$369,852.
Salaries	374,765	744,617	\$369,852	
Benefits	\$172,426	\$173,638	\$1,212	
Purchased Services	(\$12,286)	\$146,944	\$159,230	
Supplies & Materials	(\$69,564)	\$41,183	\$110,746	
Capital Outlay	(\$19,818)	\$26,988	\$46,806	
Intergov & Debt	\$1,004	(\$38,956)	(\$39,960)	
Other Objects	\$19,566	\$17,799	(\$1,767)	
Other Uses	\$114,543	(\$91,635)	(\$206,178)	
Total Average Annual Change	\$580,637 2.15%	\$1,020,578 3.55%	\$439,941 1.40%	

Note: Revenue average annual change is projected to
be > \$343,604

On an annual average basis, revenues are projected to grow slower than expenditures.

3.010 - Personnel Services

Employee salaries and wages, including extended time, severance pay, supplemental contracts, etc.

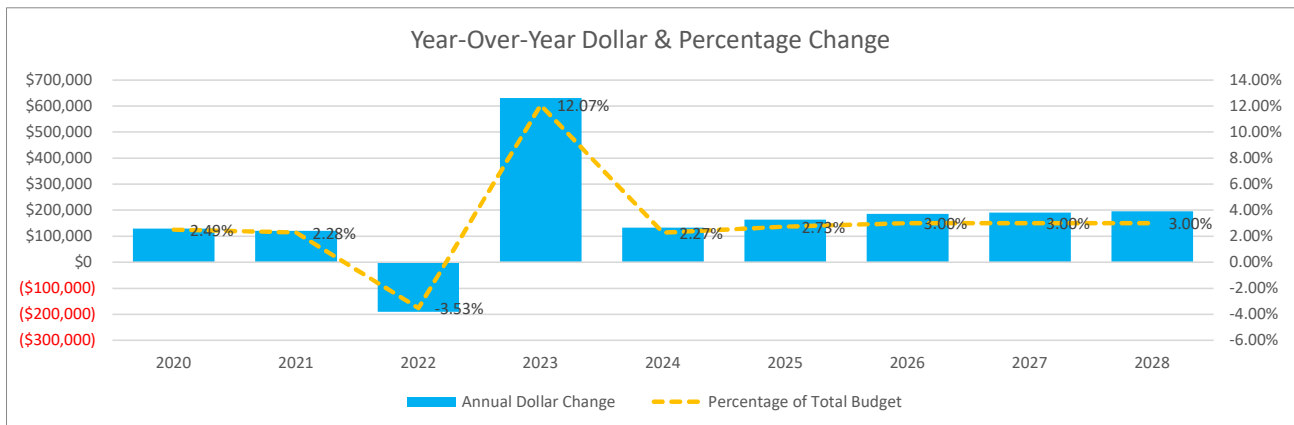
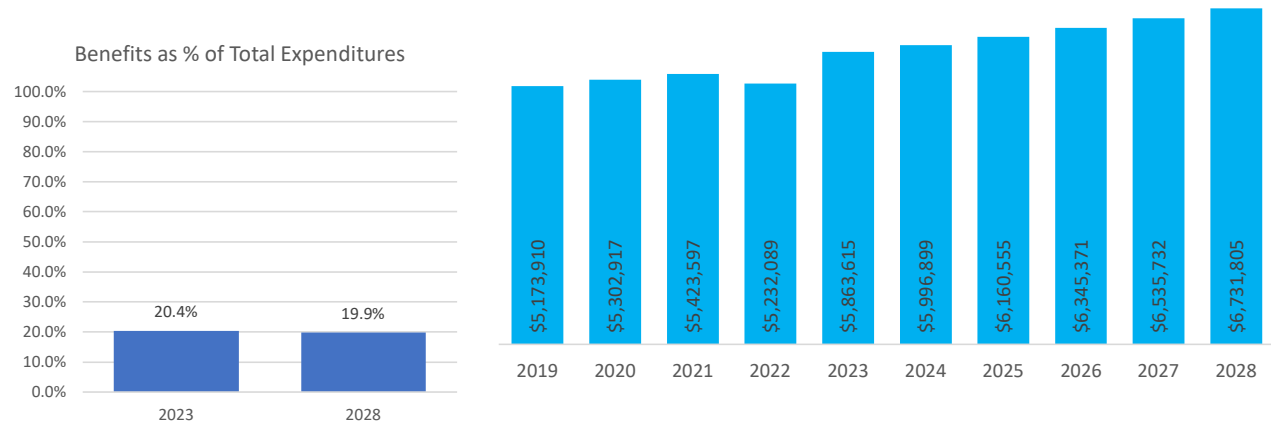


Salaries represent 60.25% of total expenditures and increased at a historical average annual rate of 2.29% or \$374,765. This category of expenditure is projected to grow at an annual average rate of 3.97% or \$744,617 through FY 2028. The projected average annual rate of change is 1.68% more than the five year historical annual average.

Salaries of approximately 230 staff members are included in this line item. The growth forecasted over the next five years exceeds historical growth due to forecasted wage increases for certified, classified and administrative staff. This forecast assumes stable staffing and a traditional pattern of teacher retirement.

3.020 - Employees' Benefits

Retirement for all employees, Workers Compensation, early retirement incentives, Medicare, unemployment, pickup on pickup, and all health-related insurances.

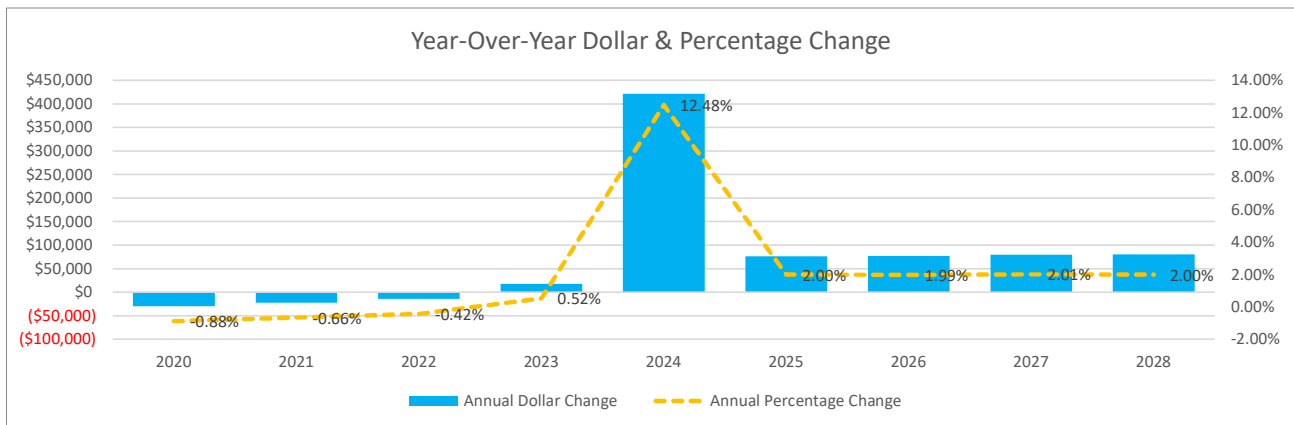
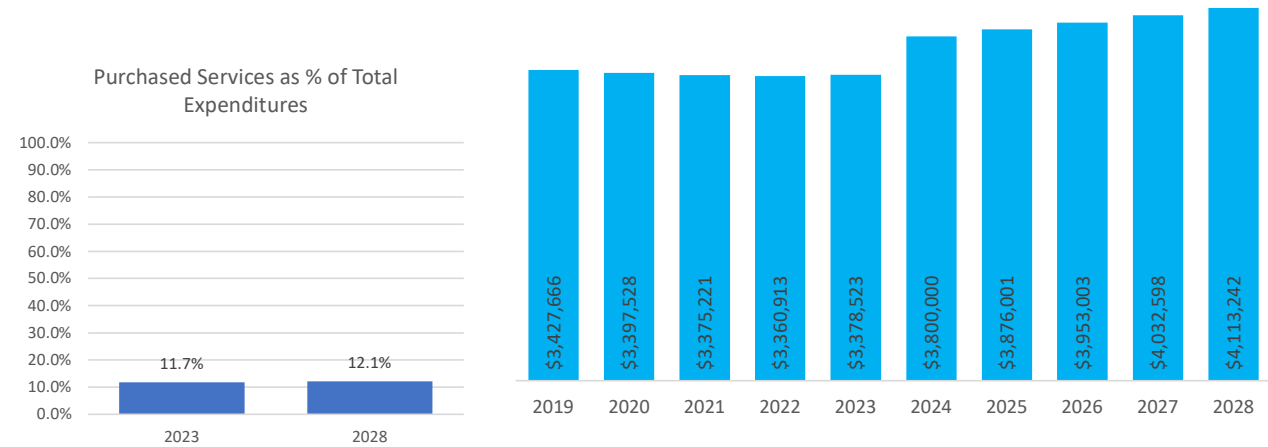


Benefits represent 20.38% of total expenditures and increased at a historical average annual rate of 3.33%. This category of expenditure is projected to grow at an annual average rate of 2.80% through FY 2028. The projected average annual rate of change is -0.53% less than the five year historical annual average.

Employee benefits include statutory retirement contributions, premiums for medical, dental and life insurance, Medicare, Workers' Compensation and severance. Through participation in the Greater Cincinnati Insurance Consortium, Wyoming experiences less than medical trend percentage increases in premiums. A 4% increase is forecasted. Retirement and Medicare contributions are a factor of salary increases and are forecasted to increase in alignment with salary increases. In FY23, we had a larger expense for severance and this forecast assumes historical trend moving forward. Any legislative change to pension contributions could have a material impact on this forecast.

3.030 - Purchased Services

Amounts paid for personal services rendered by personnel who are not on the payroll of the school district, expenses for tuition paid to other districts, utilities costs and other services which the school district may purchase.

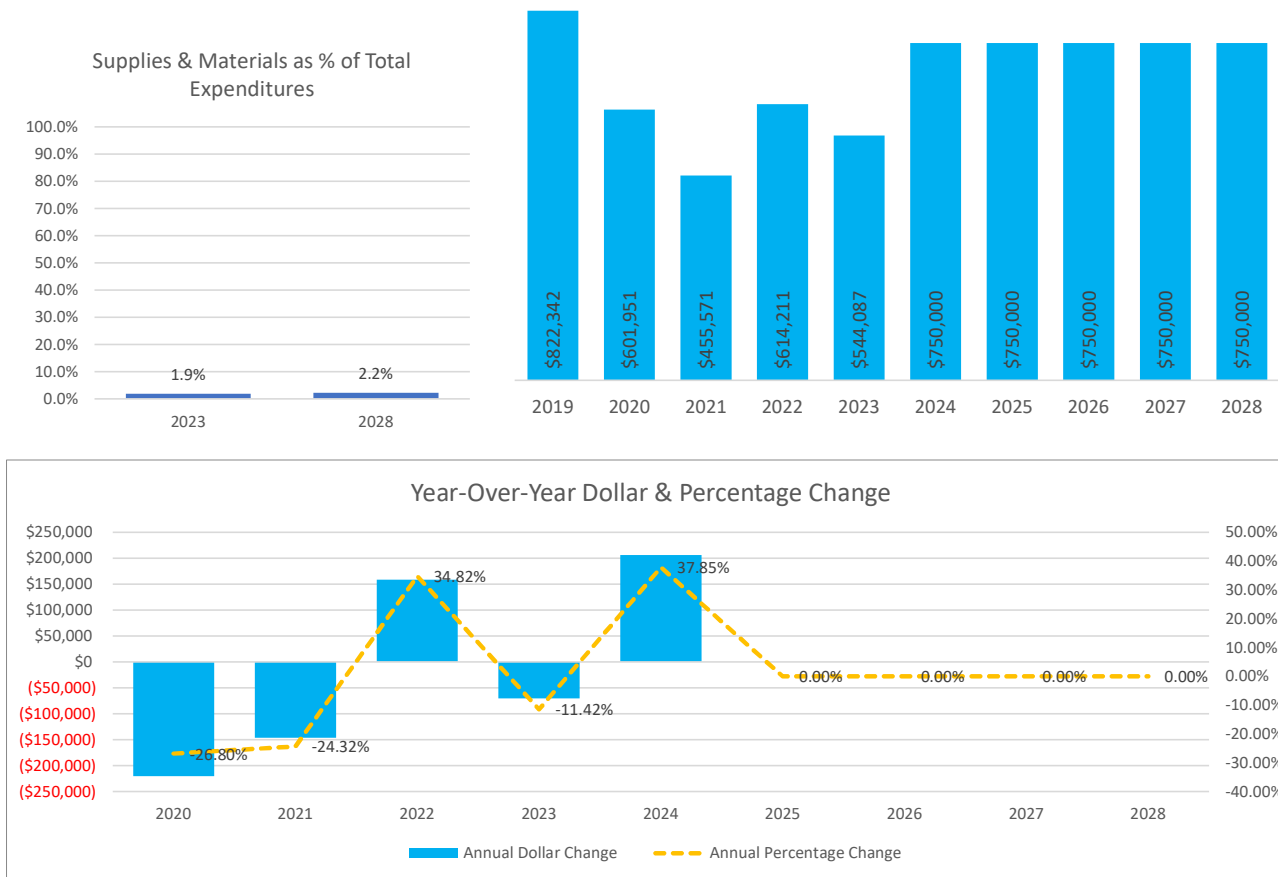


Purchased Services represent 11.74% of total expenditures. This category is expected to grow at an annual average rate of 4.10% through FY28. This growth is reflective of inflationary pressure on purchased service categories.

Purchased Services includes services that are contracted for and performed by an outside third party rather than in-house staff. The District currently outsources the following services: Technology administration and support, custodial services at all divisions, transportation, OT/PT services, preschool services, speech, specialized nursing and substitute procurement. Purchased services also includes utilities, building repairs, legal expenses, staff professional development, and property insurance.

3.040 - Supplies & Materials

Expenditures for general supplies, instructional materials including textbooks and media material, bus fuel and tires, and all other maintenance supplies.

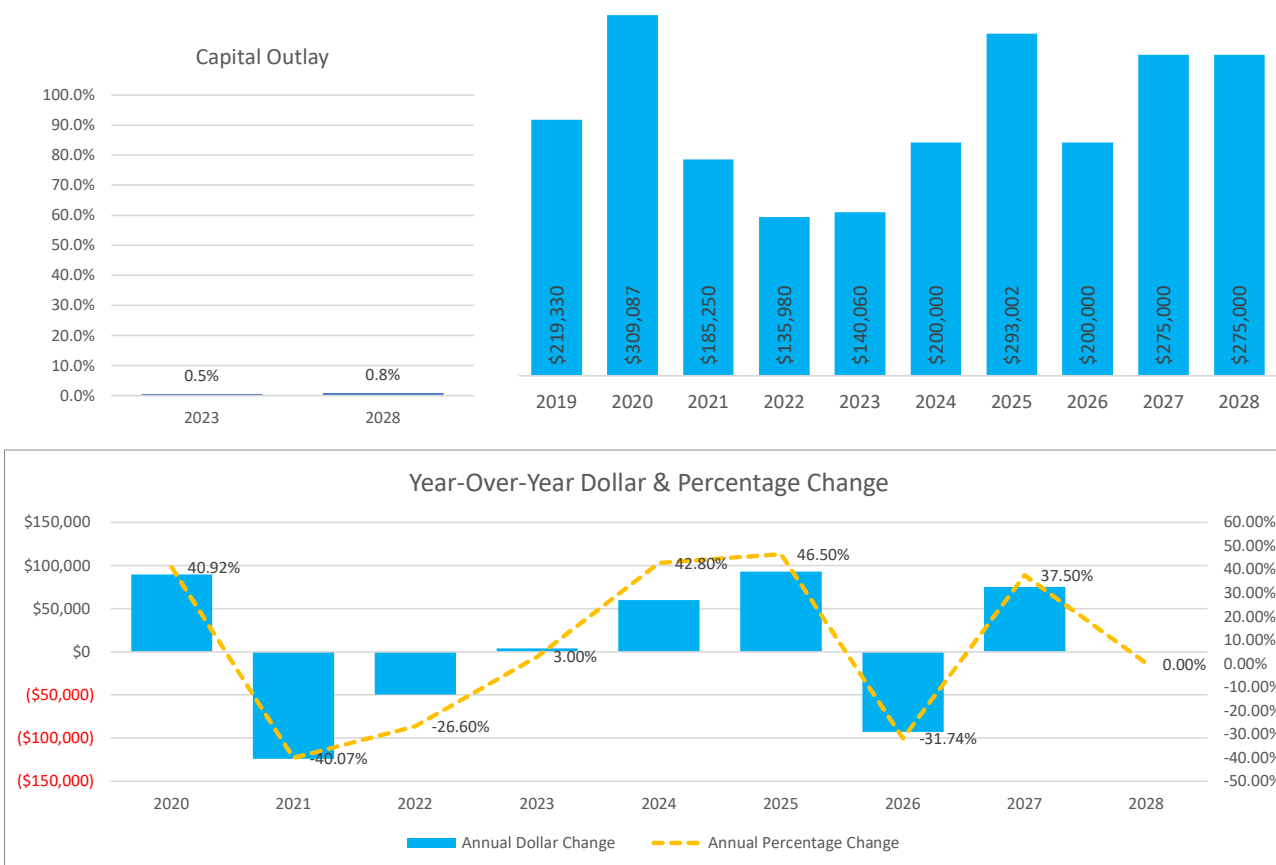


Supplies & Materials represent 1.89% of total expenditures and decreased at a historical average annual rate of -6.93%. This category of expenditure is projected to grow at an annual average rate of 7.57% through FY 2028. The projected average annual rate of change is 14.50% more than the five year historical annual average.

This category includes all instructional supplies, computer supplies, software, textbooks and library books. The majority of this category is related to textbook adoption and the variance among prior years is due to the textbook adoption cycle. Any major programming changes or major curriculum changes would impact this line item.

3.050 - Capital Outlay

This line includes expenditures for items having at least a five-year life expectancy, such as land, buildings, improvements of grounds, equipment, computers/technology, furnishings, and buses.

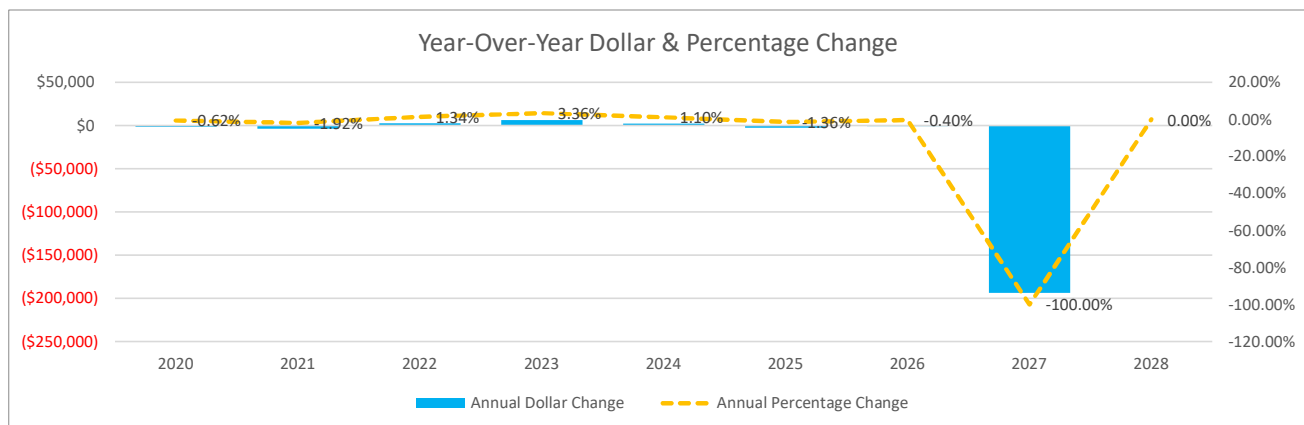
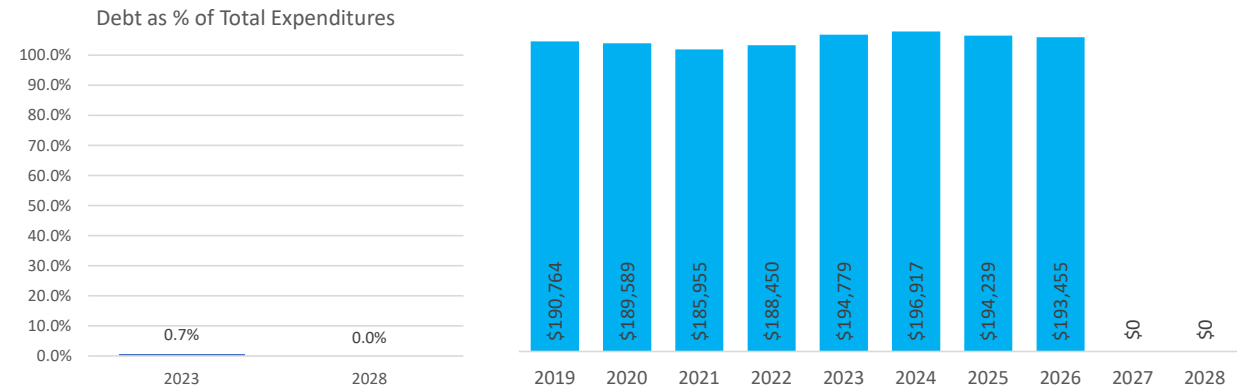


Capital Outlay represents 0.49% of total expenditures and decreased at a historical average annual amount of -\$19,818. This category of expenditure is projected to grow at an annual average rate of \$26,988 through FY 2028. The projected average annual change is more than the five year historical annual average.

Beginning in FY20, the District implemented a technology plan that follows a cycle for replacing staff and student devices. Technology infrastructure is also part of this plan but was supported by Federal COVID relief funding in FY21, FY22 and FY23.

3.060-4.060 - Intergovernmental & Debt

These lines account for pass through payments, as well as monies received by a district on behalf of another governmental entity, plus principal and interest payments for general fund borrowing.

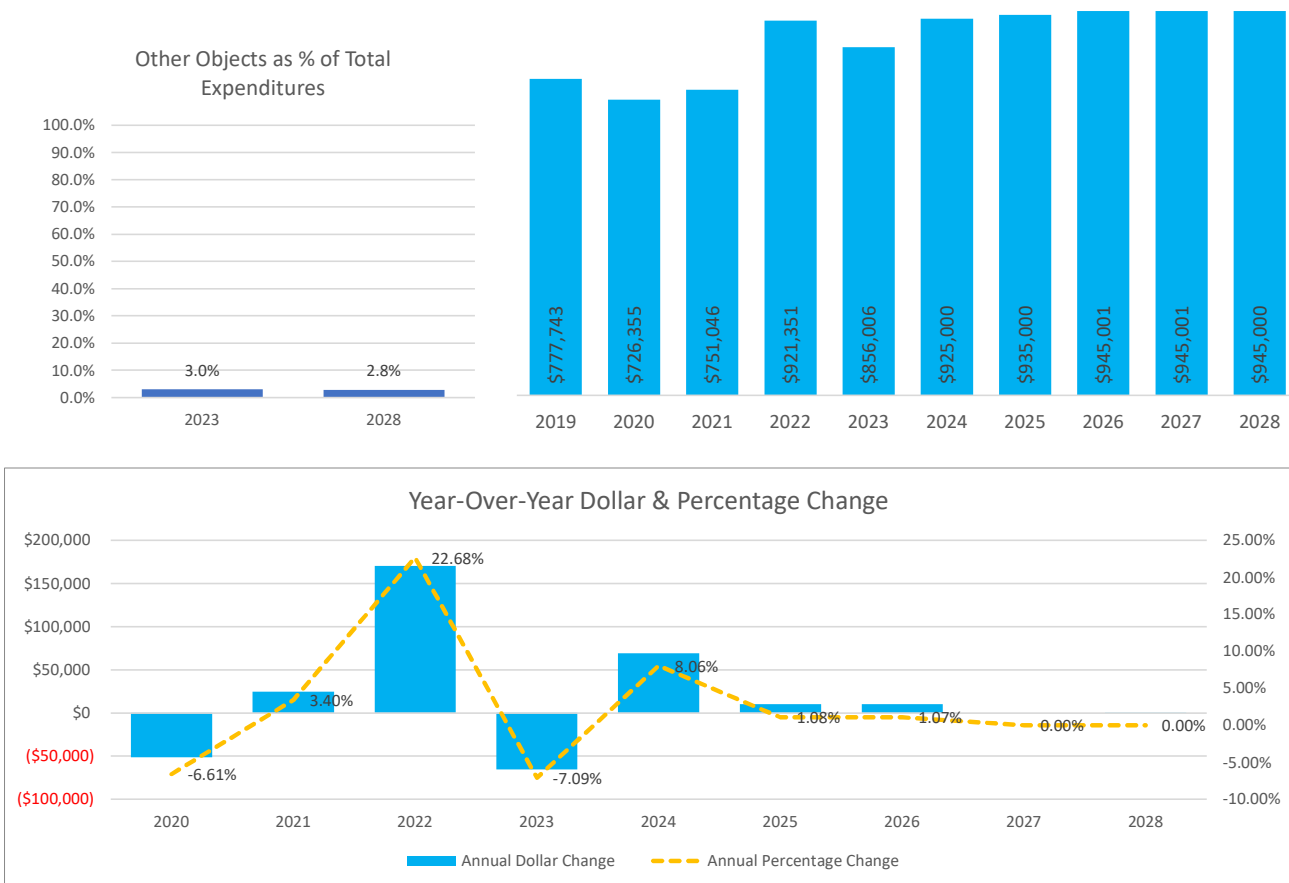


The Intergovernmental/Debt expenditure category details general fund debt issued by the District.

This debt includes the current administration building purchased in 2001 (paid off 6.1.26) and a debt from a HB264 energy efficiency project at WHS in 2011 (paid off 12.1.25).

4.300 - Other Objects

Primary components for this expenditure line are membership dues and fees, ESC contract deductions, County Auditor/Treasurer fees, audit expenses, and election expenses.

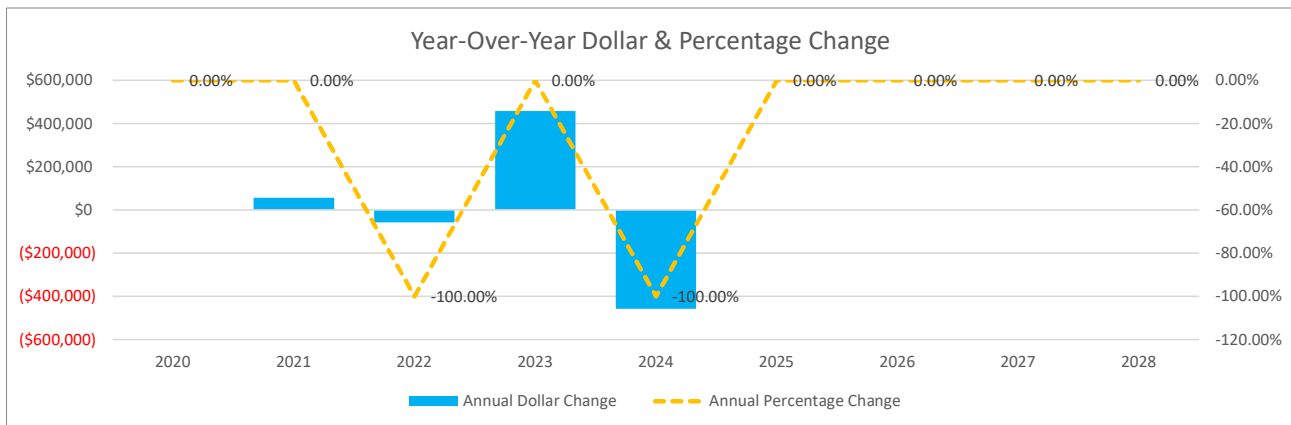
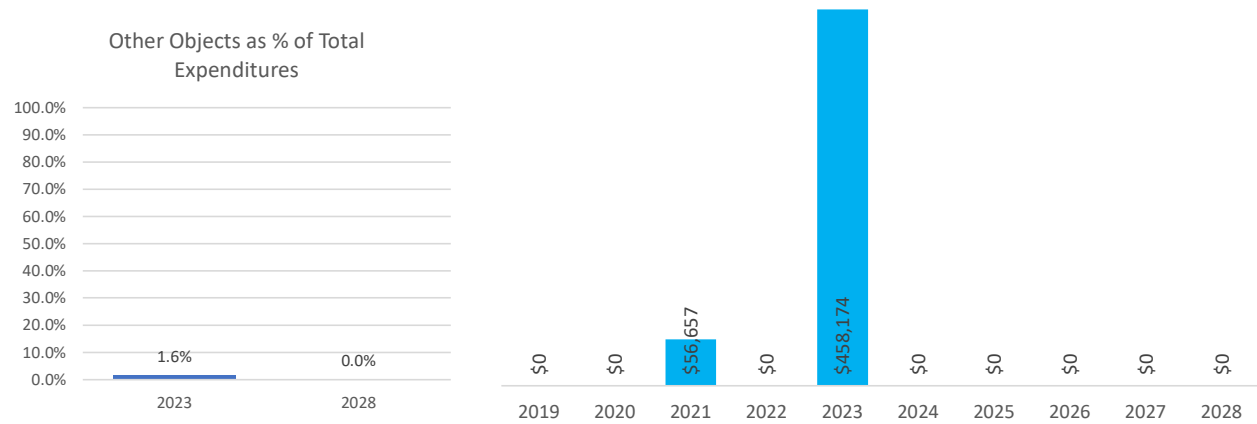


Other Objects represent 2.98% of total expenditures and increased at a historical average annual rate of 3.09%. This category of expenditure is projected to grow at an annual average rate of 2.04% through FY 2028. The projected average annual rate of change is -1.05% less than the five year historical annual average.

This line item includes statutory and/or required fees for tax collection fees (state and local), required fees for financial reporting and audits, and other miscellaneous expenditures. Projections are based on trend.

5.040 - Total Other Financing Uses

Operating transfers-out, advances out to other funds, and all other general fund financing uses.



	2023	2024	2025	FORECASTED		
				2026	2027	2028
Transfers Out	-	-	-	-	-	-
Advances Out	458,174	-	-	-	-	-
Other Financing Uses	-	-	-	-	-	-

Other uses includes expenditures that are generally classified as non-operating. It is typically in the form of advances-out which are then repaid into the general fund from the other district funds. In FY 2023 the district had advances-out and has no advances-out forecasted through FY 2028. The district can also move general funds permanently to other funds and as the schedule above presents, the district has no transfers forecasted through FY 2028. The table above presents the district's planned advances and transfers. The district can also have other uses of funds which is reflected in the table above.

Wyoming City School District

Five Year Forecast

Fiscal Year:	Actual	FORECASTED				
	2023	2024	2025	2026	2027	2028
Revenue:						
1.010 - General Property Tax (Real Estate)	10,975,721	11,068,108	11,144,821	11,149,429	11,195,155	11,261,275
1.020 - Public Utility Personal Property	549,121	588,637	627,220	654,044	680,869	707,694
1.030 - Income Tax	9,394,690	9,394,589	9,676,427	9,966,720	10,265,722	10,573,694
1.035 - Unrestricted Grants-in-Aid	5,439,063	5,489,572	5,534,500	5,612,570	5,707,162	5,731,547
1.040 - Restricted Grants-in-Aid	402,259	366,093	325,988	254,953	168,947	146,723
1.050 - State Share-Local Property Taxes	1,266,155	1,268,091	1,279,515	1,293,324	1,296,297	1,304,201
1.060 - All Other Operating Revenues	981,241	1,003,191	1,003,186	1,003,186	1,003,472	1,003,472
1.070 - Total Revenue	29,008,251	29,178,281	29,591,657	29,934,226	30,317,624	30,728,605
Other Financing Sources:						
2.010 - Proceeds from Sale of Notes	-	-	-	-	-	-
2.020 - State Emergency Loans and Adv	-	-	-	-	-	-
2.040 - Operating Transfers-In	-	-	-	-	-	-
2.050 - Advances-In	-	458,174	-	-	-	-
2.060 - All Other Financing Sources	12,332	10,000	10,000	10,000	10,000	10,000
2.070 - Total Other Financing Sources	12,332	468,174	10,000	10,000	10,000	10,000
2.080 - Total Rev & Other Sources	29,020,583	29,646,455	29,601,657	29,944,226	30,327,624	30,738,605
Expenditures:						
3.010 - Personnel Services	17,334,775	17,991,585	18,870,365	19,757,859	20,407,859	21,057,860
3.020 - Employee Benefits	5,863,615	5,996,899	6,160,555	6,345,371	6,535,732	6,731,805
3.030 - Purchased Services	3,378,523	3,800,000	3,876,001	3,953,003	4,032,598	4,113,242
3.040 - Supplies and Materials	544,087	750,000	750,000	750,000	750,000	750,000
3.050 - Capital Outlay	140,060	200,000	293,002	200,000	275,000	275,000
Intergovernmental & Debt Service	194,779	196,917	194,239	193,455	0	0
4.300 - Other Objects	856,006	925,000	935,000	945,001	945,001	945,000
4.500 - Total Expenditures	28,311,844	29,860,401	31,079,160	32,144,688	32,946,189	33,872,906
Other Financing Uses						
5.010 - Operating Transfers-Out	-	-	-	-	-	-
5.020 - Advances-Out	458,174	-	-	-	-	-
5.030 - All Other Financing Uses	-	-	-	-	-	-
5.040 - Total Other Financing Uses	458,174	-	-	-	-	-
5.050 - Total Exp and Other Financing Uses	28,770,018	29,860,401	31,079,160	32,144,688	32,946,189	33,872,906
6.010 - Excess of Rev Over/(Under) Exp	250,565	(213,946)	(1,477,503)	(2,200,462)	(2,618,565)	(3,134,301)
7.010 - Cash Balance July 1 (No Levies)	8,893,762	9,144,327	8,930,381	7,452,877	5,252,415	2,633,850
7.020 - Cash Balance June 30 (No Levies)	9,144,327	8,930,381	7,452,877	5,252,415	2,633,850	(500,451)
		Reservations				
8.010 - Estimated Encumbrances June 30	-	250,000	250,000	250,000	250,000	250,000
9.080 - Reservations Subtotal	-	-	-	-	-	-
10.010 - Fund Bal June 30 for Cert of App	9,144,327	8,680,381	7,202,877	5,002,415	2,383,850	(750,451)
Rev from Replacement/Renewal Levies						
11.010 & 11.020 - Renewal Levies	-	-	-	-	-	-
11.030 - Cumulative Balance of Levies	-	-	-	-	-	-
12.010 - Fund Bal June 30 for Cert of Obligations	9,144,327	8,680,381	7,202,877	5,002,415	2,383,850	(750,451)
Revenue from New Levies						
13.010 & 13.020 - New Levies	-	-	-	-	-	-
13.030 - Cumulative Balance of New Levies	-	-	-	-	-	-
15.010 - Unreserved Fund Balance June 30	9,144,327	8,680,381	7,202,877	5,002,415	2,383,850	(750,451)

