



Amanda-Clearcreek Local School District

Five Year Forecast Financial Report

May, 2024

Lana Fairchild, Treasurer/CFO

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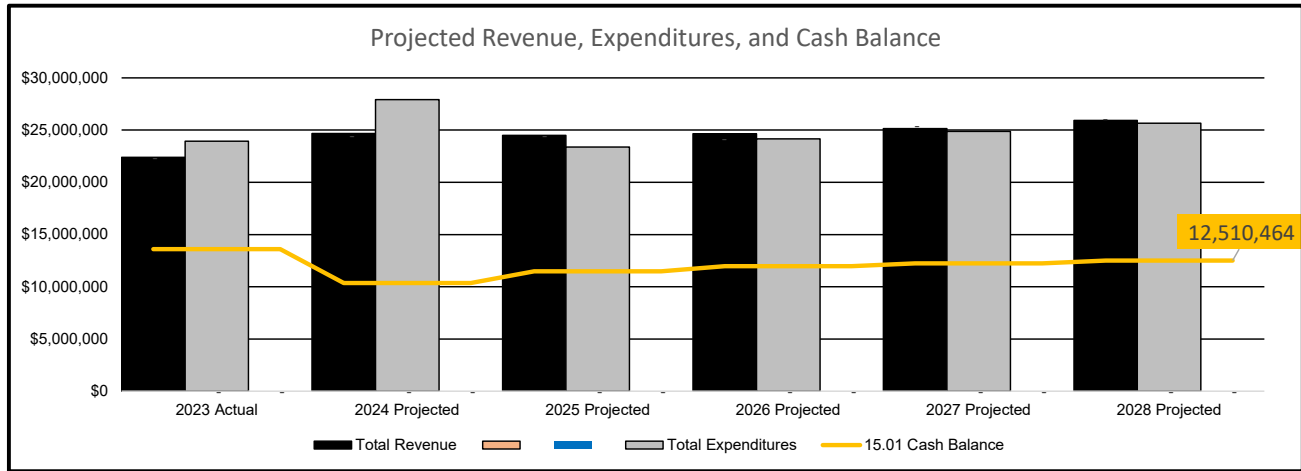
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Forecast Purpose/Objectives

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	13,602,672	10,357,584	11,484,354	11,974,438	12,238,246
+ Revenue	24,671,050	24,498,317	24,652,265	25,146,615	25,928,557
+ Proposed Renew/Replacement Levies	-	-	-	-	-
+ Proposed New Levies	-	-	-	-	-
- Expenditures	(27,916,138)	(23,371,547)	(24,162,182)	(24,882,807)	(25,656,339)
= Revenue Surplus or Deficit	(3,245,088)	1,126,770	490,083	263,808	272,218
Line 7.020 Ending Balance with renewal/new levies	10,357,584	11,484,354	11,974,438	12,238,246	12,510,464

Analysis Without Renewal Levies Included:

Revenue Surplus or Deficit w/o Levies	(3,245,088)	1,126,770	490,083	263,808	272,218
Ending Balance w/o Levies	10,357,584	11,484,354	11,974,438	12,238,246	12,510,464

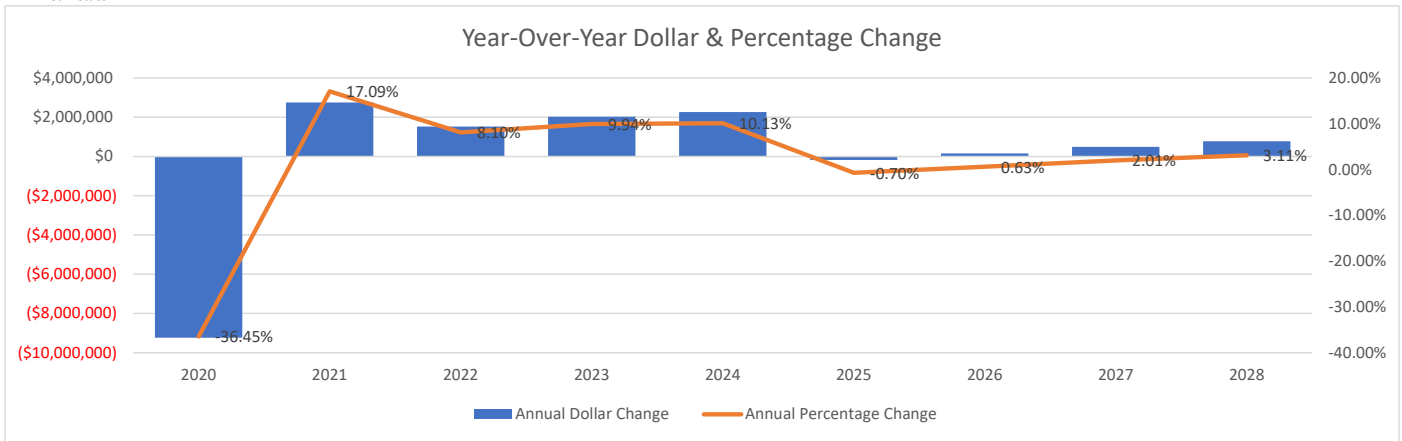
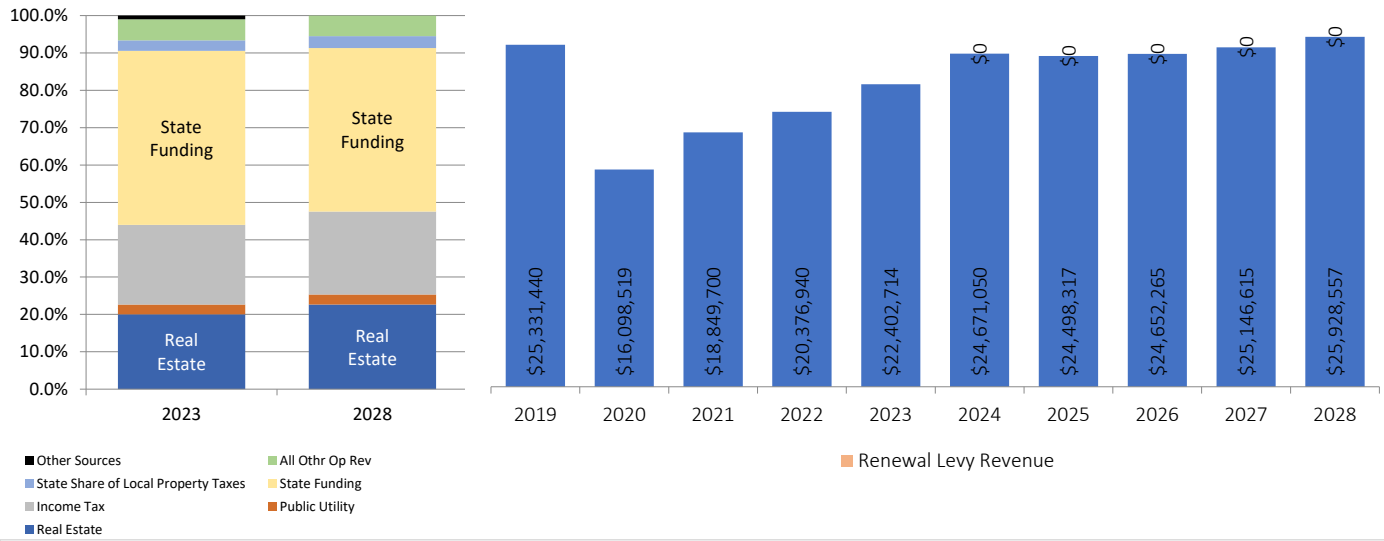
In FY 2024 a revenue shortfall is expected. This means that expenditures are expected to be greater than revenue by \$3,245,088 in FY 2024. By the last year of the forecast, FY 2028, the district is expected to have a revenue surplus where expenditures are projected to be less than revenue by -\$272,218. The district would need to cut its FY 2028 projected expenses by -1.06% 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 improve by FY 2028

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 Amanda-Clearcreek Local School District the calculated Base Cost total is \$11,825,952 in FY 2024. The state's share of the calculated Base Cost total is \$6,342,009 or \$4,359 per pupil.

Revenue Sources and Forecast Year-Over-Year Projected Overview

Sources of Revenue Over Time



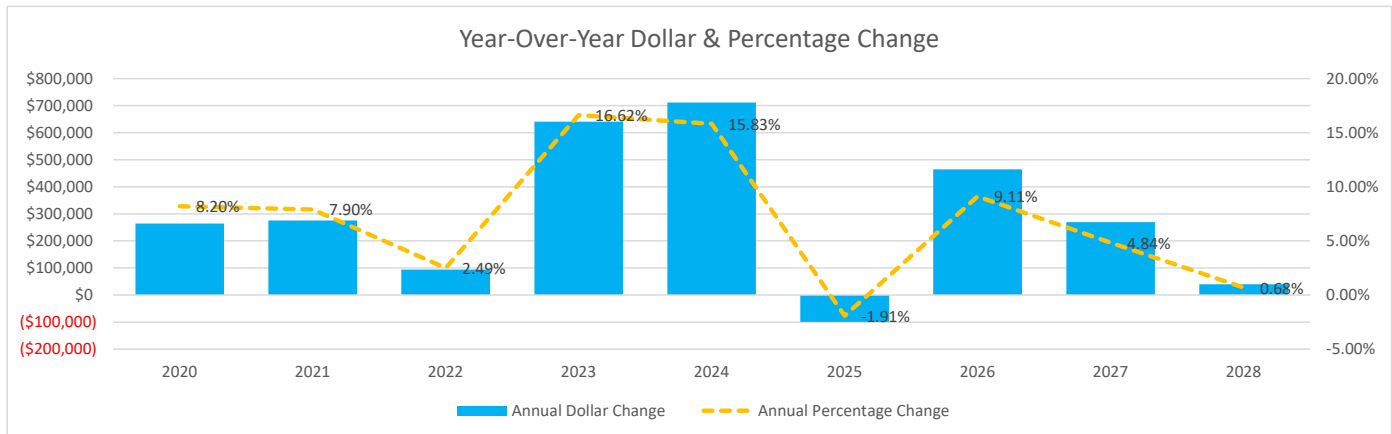
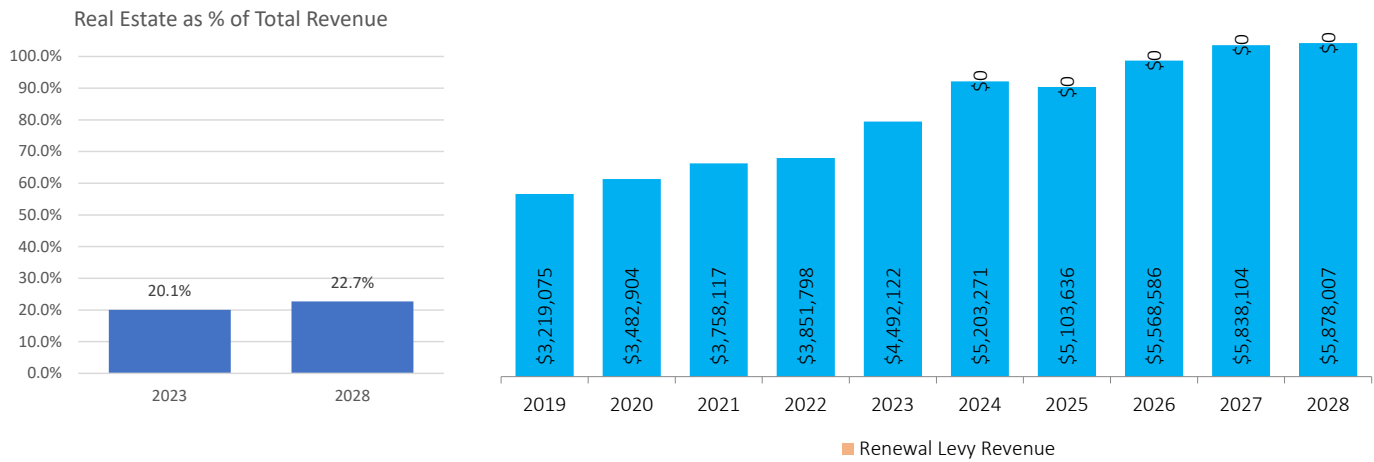
4-Year Historical Actual Average Annual Dollar Change Compared to 5-year Projected

	Historical Average Annual \$\$ Change	Projected Average Annual \$\$ Change	Projected Compared to Historical Variance	Total revenue decreased -0.33% or -\$732,182 annually during the past 4-Year period and is projected to increase 3.03% or \$705,169 annually through FY2028. Other Sources has the most projected average annual variance compared to the historical average at \$2,281,258
Real Estate	318,262	277,177	(\$41,085)	There was an internal transfer in 2019 which falsely inflated actual revenue. This has an adverse impact on the year over year averages. In FY25 state aid will decline slightly due to updates in the local capacity calculation without updating the district costs. With the state biennium budget starting in FY26 this should be corrected.
Public Utility	\$91,245	\$22,725	(\$68,521)	
Income Tax	\$1,141,367	\$195,739	(\$945,629)	
State Funding	\$76,901	182,411	\$105,510	
Prop Tax Alloc	\$37,792	\$36,244	(\$1,548)	
All Othr Op Rev	(\$71,841)	\$35,523	\$107,364	
Other Sources	(\$2,325,908)	(\$44,649)	\$2,281,258	
Total Average Annual Change	(732,182)	705,169	\$1,437,350	
	-0.33%	3.03%	3.36%	

Note: Expenditure average annual change is projected to be > \$342,594 On an annual average basis, expenditures are projected to grow slower 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	284,687,560	68,756,280	20.00	-	20.00	-	100.1%
2023	294,454,840	9,767,280	20.02	0.02	20.00	(0.00)	100.0%
2024	296,644,840	2,190,000	20.02	(0.00)	20.01	0.01	100.0%
2025	330,839,840	34,195,000	20.00	(0.02)	20.00	(0.01)	100.0%
2026	333,209,840	2,370,000	20.00	-	20.03	0.03	100.0%
2027	335,379,840	2,170,000	20.00	-	20.05	0.03	100.0%

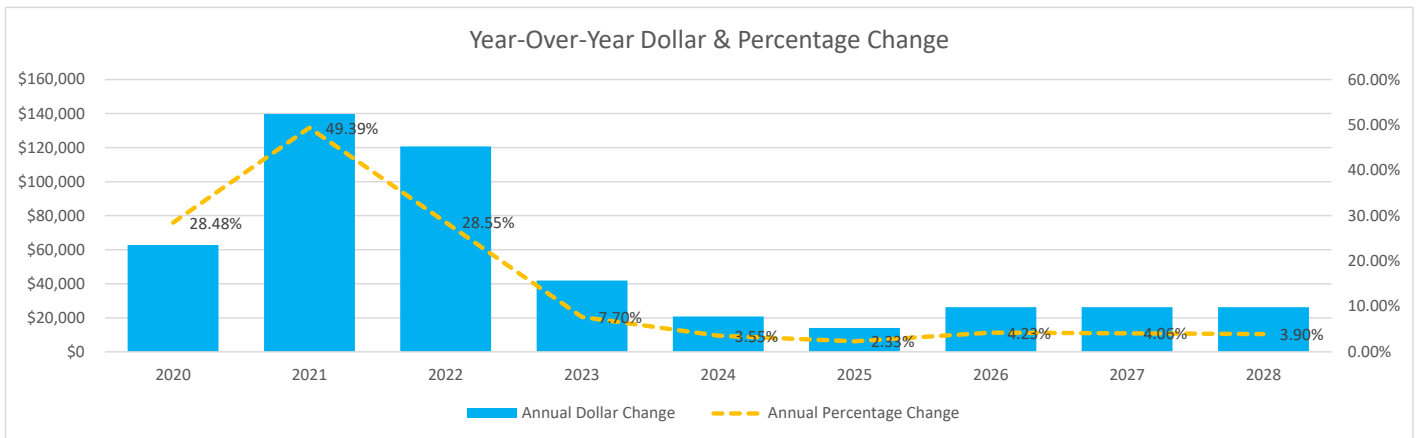
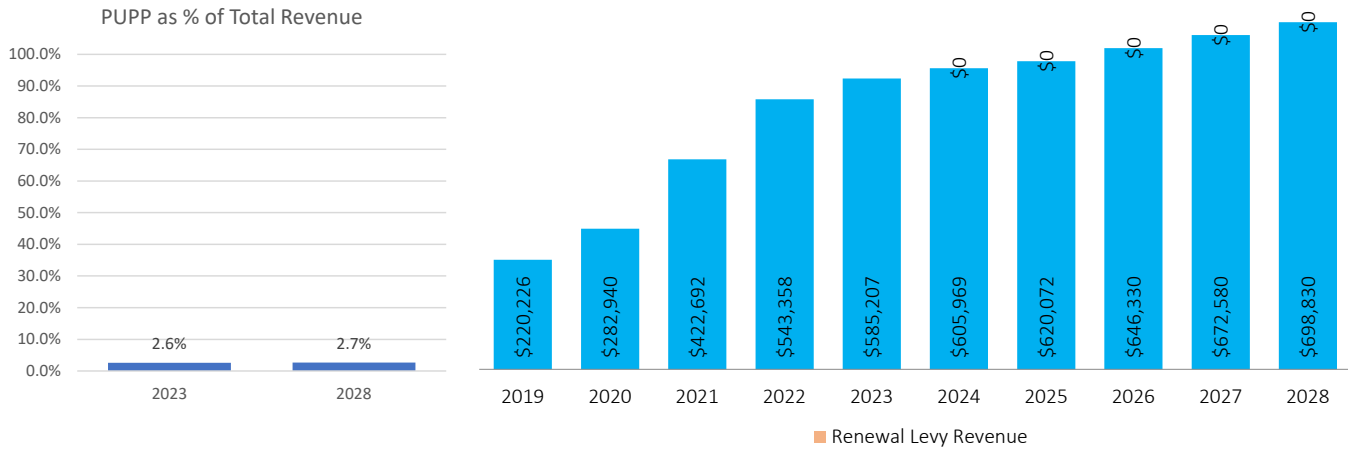
Real estate property tax revenue accounts for 20.05% of total revenue. Class I or residential/agricultural taxes make up approximately 96.13% of the real estate property tax revenue. The Class I tax rate is 20.02 mills in tax year 2023. The projections reflect an average gross collection rate of 100.0% annually through tax year 2027. The revenue changed at an average annual historical rate of 8.80% and is projected to change at an average annual rate of 5.71% through FY 2028.

With increasing property values in the district, property tax revenue is projected to increase. However, legislation to change real estate tax formulas in the state could have a substantial impact on the district revenues. The current forecast does not speculate or illustrate any changes. Additionally commercial development could have a significant impact on revenues but for this forecast there is no impact, as the development has been abated at 100% through a CRA. The CRA period began January 1, 2024.

*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	17,187,950	1,004,440	35.00	-	100.0%
2023	17,341,370	153,420	35.00	-	100.0%
2024	18,091,370	750,000	35.00	-	100.0%
2025	18,841,370	750,000	35.00	-	100.0%
2026	19,591,370	750,000	35.00	-	100.0%
2027	20,341,370	750,000	35.00	-	100.0%

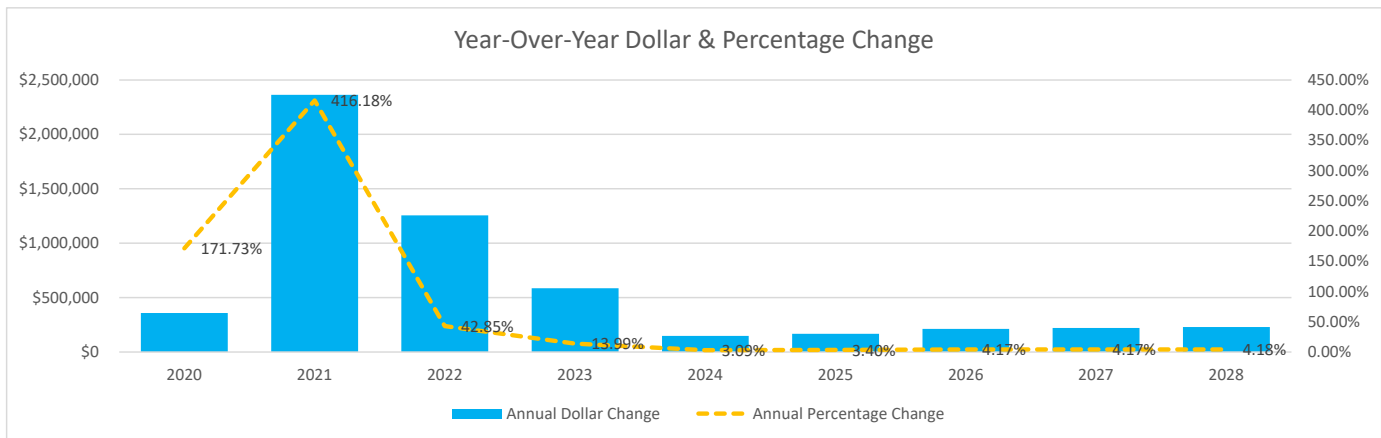
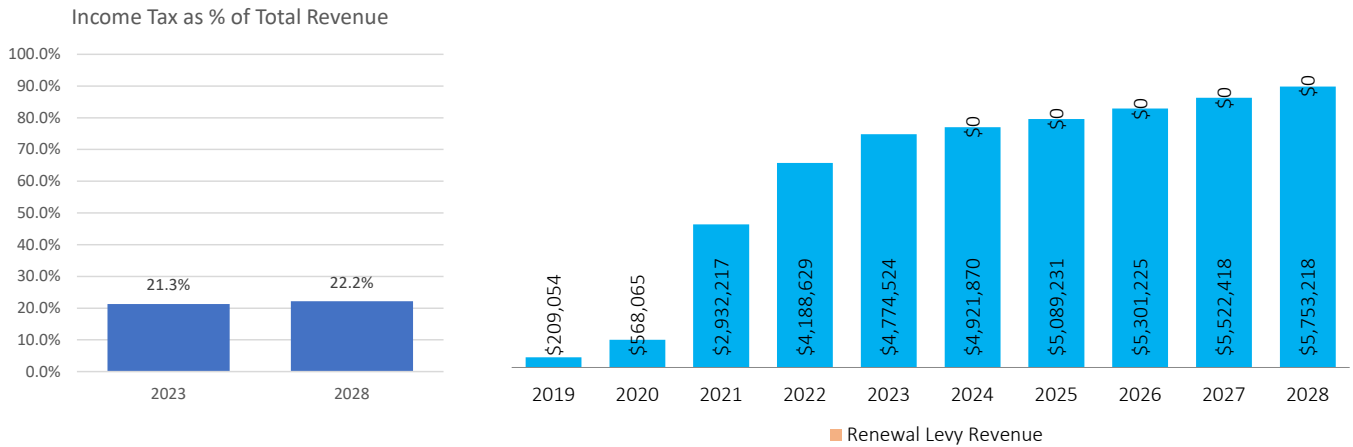
The public utility personal property tax revenue is generated from the personal property values, additions, and depreciation reported by the utility companies. This category currently makes up 2.61% of total district revenue. The property is taxed at the full voted tax rate which in tax year 2023 is 35. mills. The forecast is modeling an average gross collection rate of 100.00%. The revenue changed historically at an average annual dollar amount of \$91,245 and is projected to change at an average annual dollar amount of \$22,725 through FY 2028.

With the recent commercial development in the northeast corner of the school district, the PUPP tax revenue could be significantly impacted. The district is working with local and state government to obtain those projections for the November forecast period.

*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.

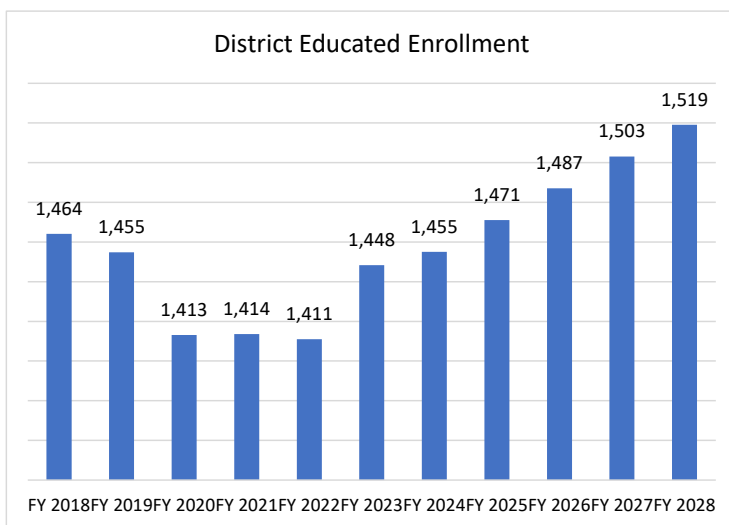
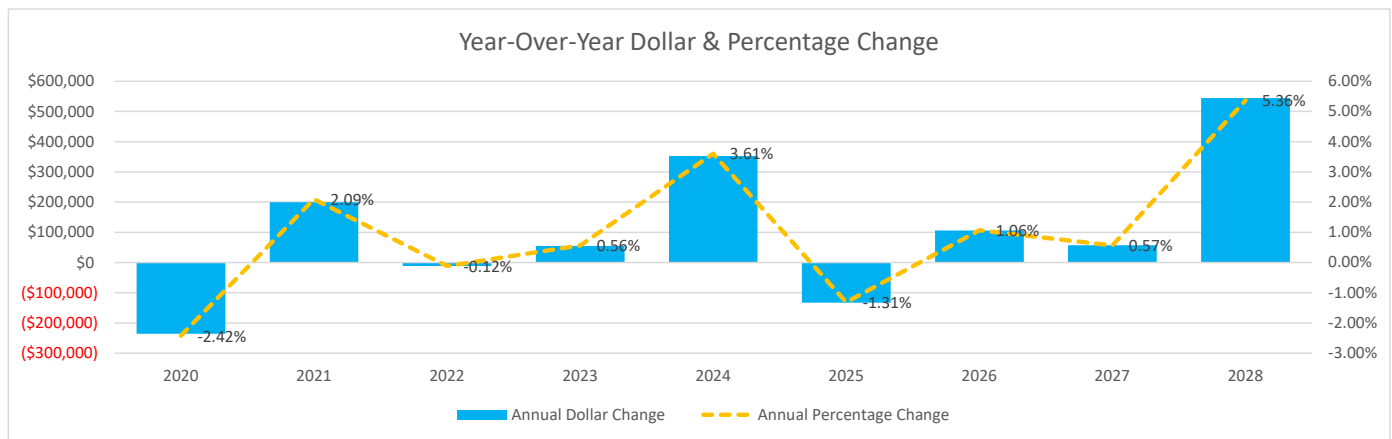
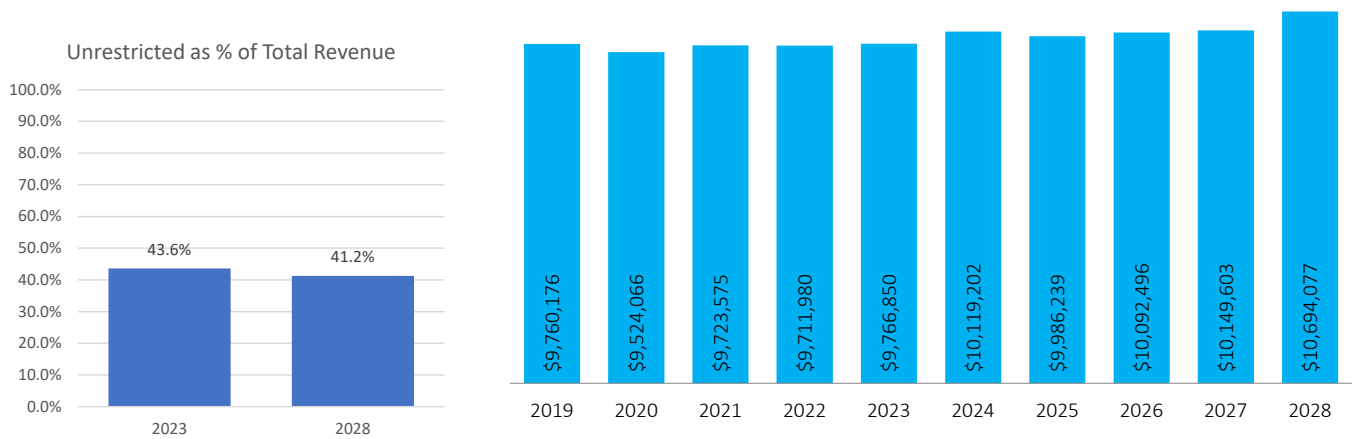


The district maintained one income tax levy in FY 2023. The average annual dollar change in total income tax revenue is forecasted to be \$195,739 through FY 2028. Income tax revenue is projected to account for 22.2% of total district revenue in FY 2028.

*Projected % trends include renewal levies

1.035 - Unrestricted Grants-in-Aid

Funds received through the State Foundation Program with no restriction.



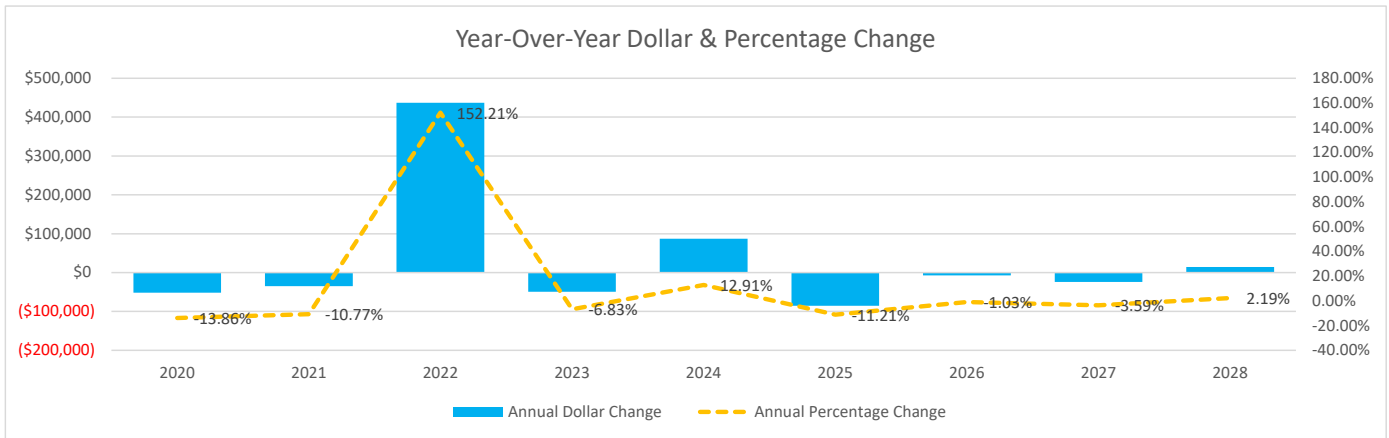
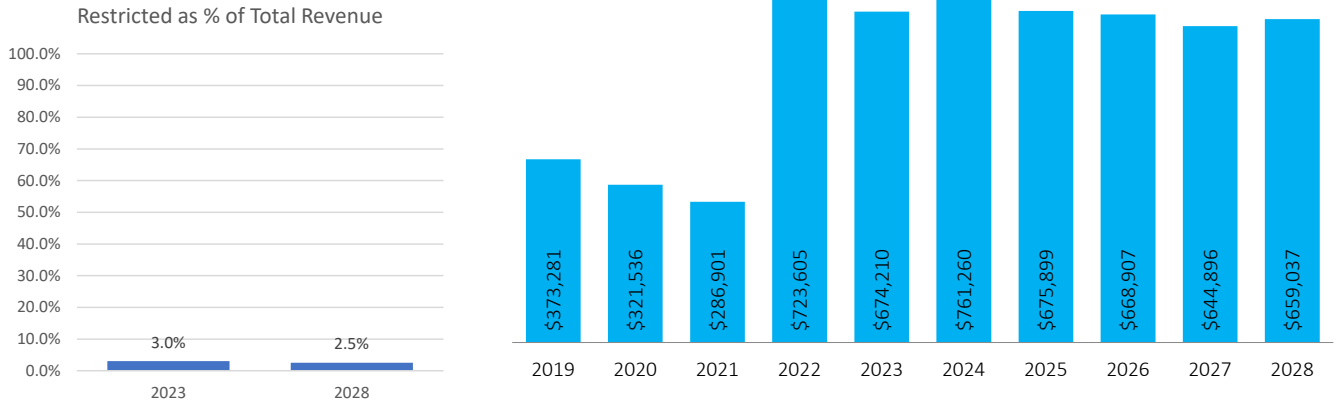
Beginning in FY 2022 Ohio adopted the Fair School Funding Plan (FSFP). Funding is driven by a base cost methodology that incorporates the four components identified as necessary to the education process. The Base Cost is currently calculated for two years using a statewide average from historical actual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

For Amanda-Clearcreek Local School District the calculated Base Cost total is \$11,825,952 in FY 2024. The state's share of the calculated Base Cost total is \$6,342,009 or \$4,359 per pupil.

The FSFP also started funding students where they attended school. Therefore district educated enrollment is now used for per pupil funding. At the same time, the FSFP eliminated tuition transfer payments from school districts.

1.040 & 1.045 - Restricted Grants-in-Aid

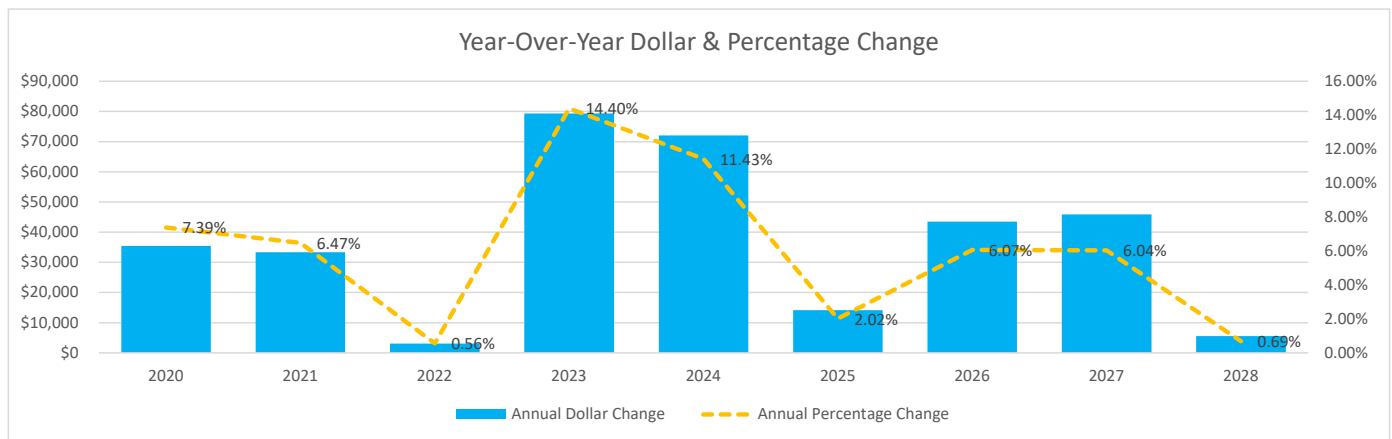
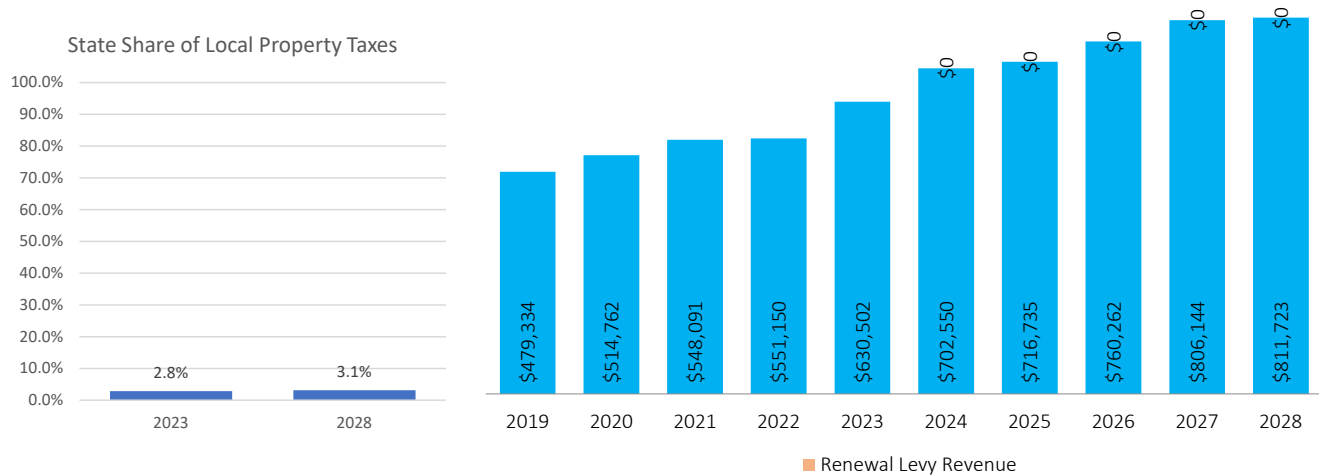
Funds received through the State Foundation Program or other allocations that are restricted for specific purposes.



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 \$117,558 and is projected to change annually on average by -\$3,035. Restricted funds represent 3.01% 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 \$280,890. 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.

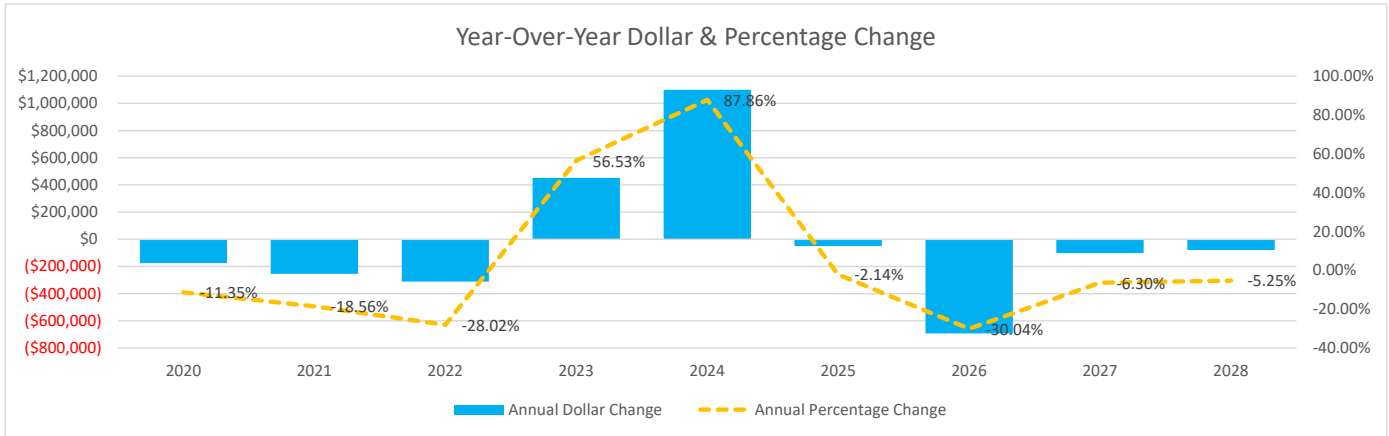
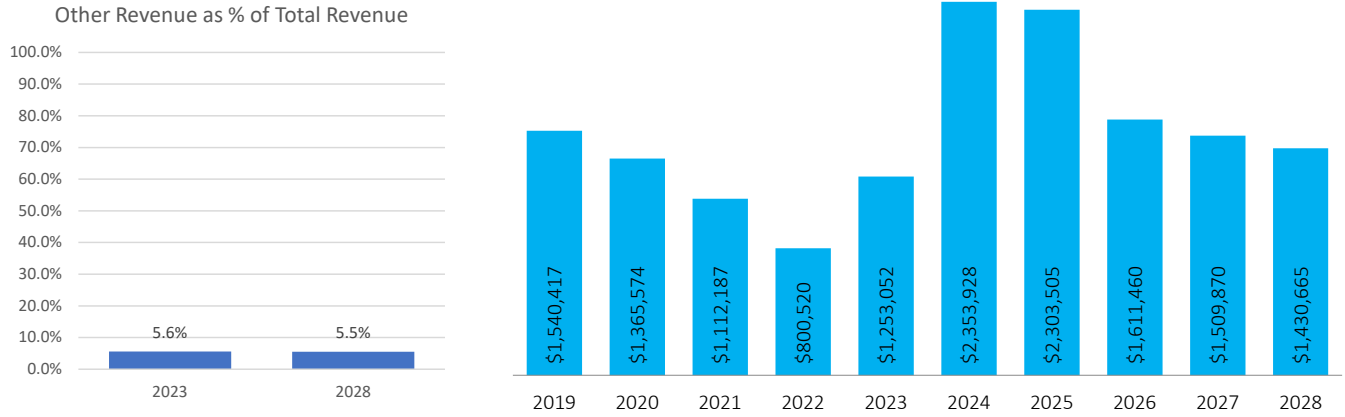


State Share of Local Property Taxes primarily consists of reimbursements from the state of Ohio for local taxpayer credits or reductions. The state reduces the local taxpayer's tax bill with a 10% rollback credit, and 2.5% owner-occupied rollback credit, plus a homestead credit for qualifying taxpayers. In FY 2024, approximately 11.4% local residential property taxes will be reimbursed by the state in the form of rollback credits and approximately 1.3% 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.

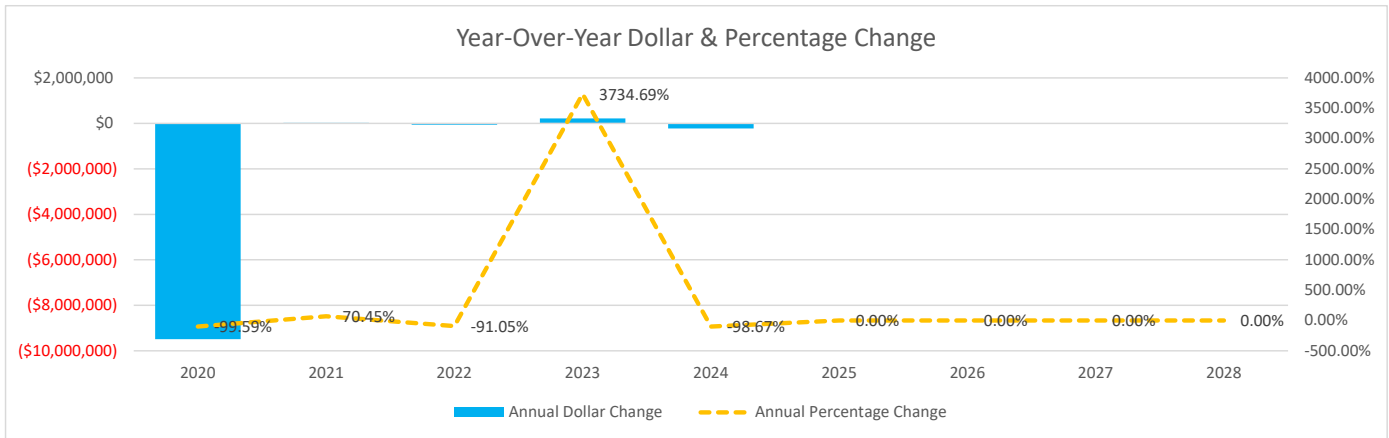
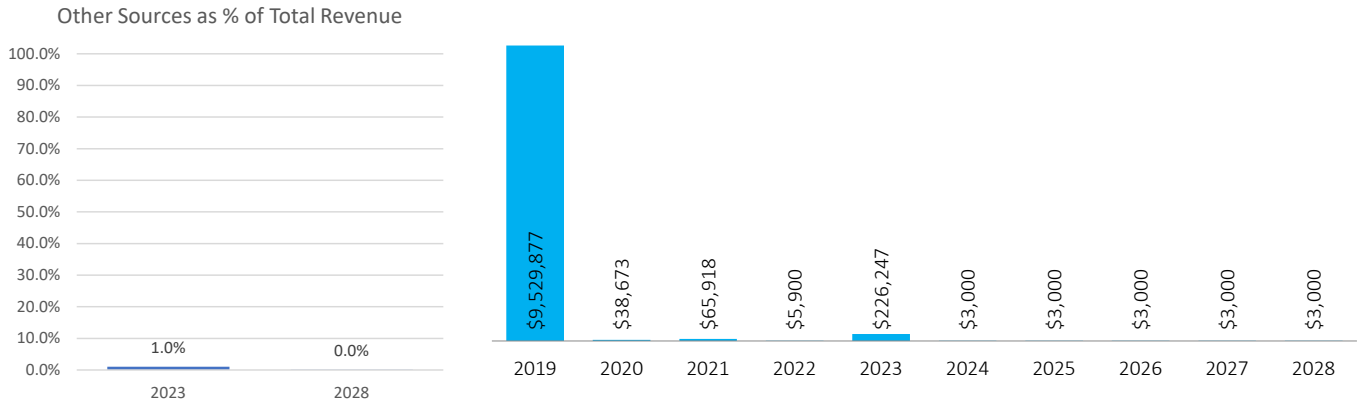


Other revenue includes tuition received by the district for non-resident students educated by the district. It also includes interest income, payments in lieu of taxes, and miscellaneous revenue. The historical average annual change was -\$71,841. The projected average annual change is \$35,523 through FY 2028.

As interest rates have risen significantly, the district's revenue has also increased in this line item. We are forecasting the remain steady through FY25 and then decline gradually through FY28.

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.

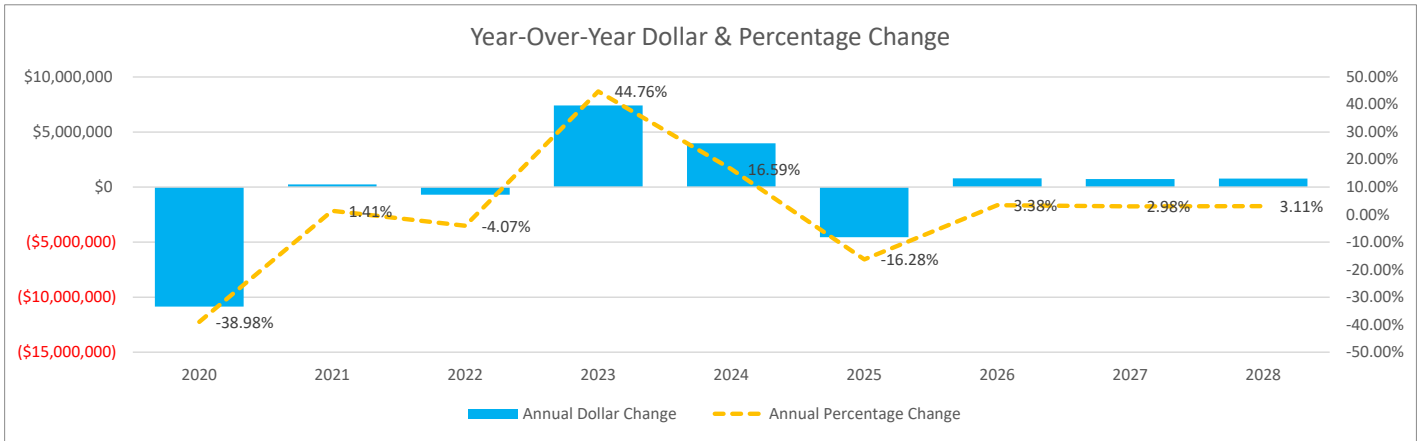
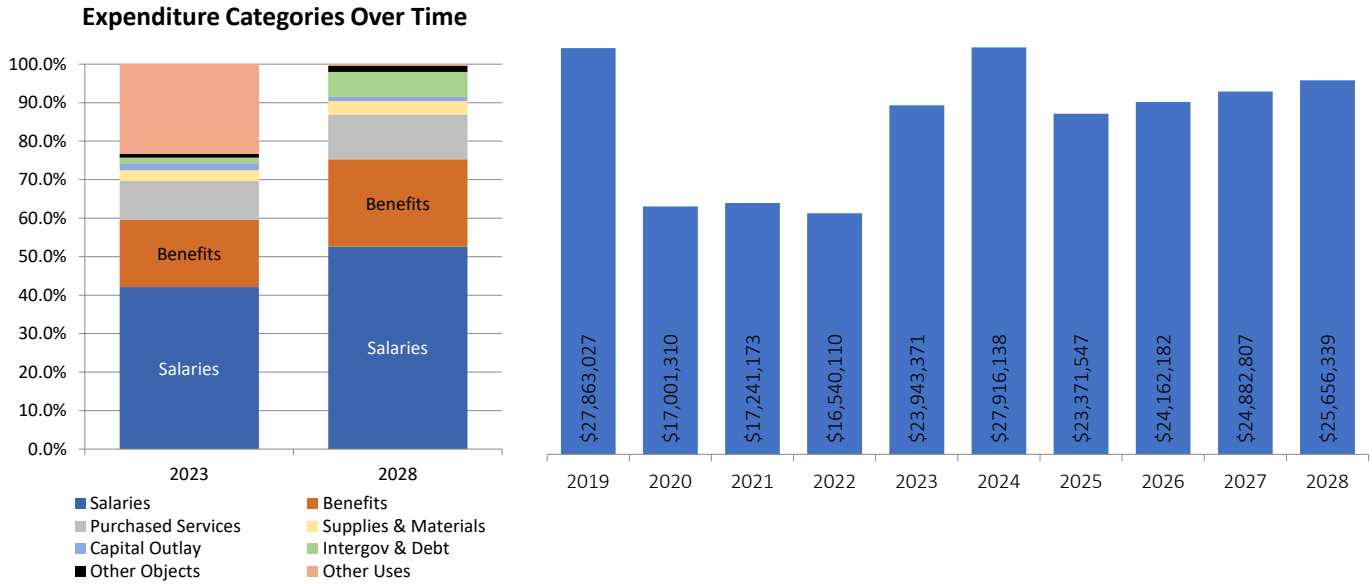


	2023	FORECASTED				
		2024	2025	2026	2027	2028
Transfers In	-	-	-	-	-	-
Advances In	-	-	-	-	-	-
All Other Financing Sources	226,247	3,000	3,000	3,000	3,000	3,000

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 \$0 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 \$3,000 in FY 2024 and average \$3,000 annually through FY 2028.

Again the 2019 internal transfer creates a dramatic change for 2020. The 2023 revenue was from the settlement reached in the litigation regarding the HVAC project from several years prior.

Expenditure Categories and Forecast Year-Over-Year Projected Overview



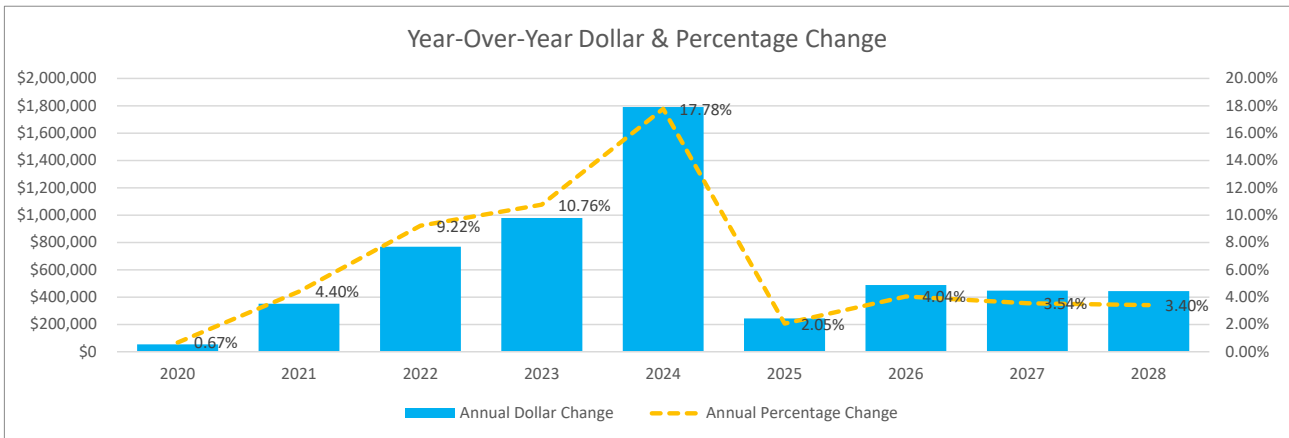
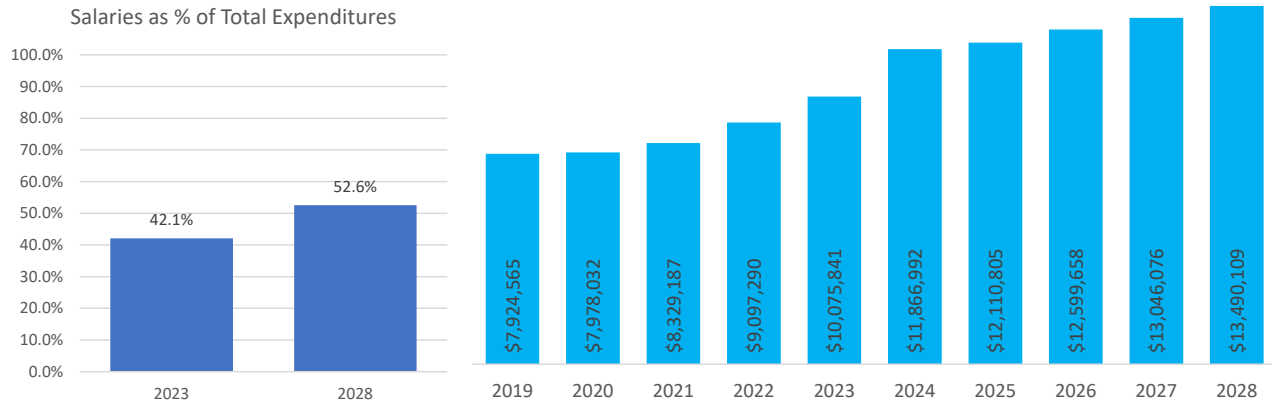
4-Year Historical Actual Average Annual Dollar Change Compared to 5-Year Projected

	Historical Average Annual \$\$ Change	Projected Average Annual \$\$ Change	Projected Compared to Historical Variance	
Salaries	537,819	682,854	\$145,035	Total expenditures increased 0.78% or -\$979,914 annually during the past 4-Year period and is projected to increase 1.43% or \$342,594 annually through FY2028. Purchased Services has the largest projected average annual variance compared to the historical average at \$890,503. The changes in Special Education are impacting the Purchased Services expenditures.
Benefits	\$171,928	\$328,843	\$156,915	
Purchased Services	(\$777,228)	\$113,275	\$890,503	
Supplies & Materials	\$482	\$43,891	\$43,408	
Capital Outlay	\$44,111	(\$29,280)	(\$73,391)	
Intergov & Debt	\$86,027	\$264,249	\$178,222	
Other Objects	(\$7,068)	\$35,737	\$42,805	
Other Uses	(\$1,035,984)	(\$1,096,975)	(\$60,991)	
Total Average Annual Change	(\$979,914)	\$342,594	\$1,322,508	
	0.78%	1.43%	0.65%	

Note: Revenue average annual change is projected to be > \$705,169. On an annual average basis, revenues are projected to grow faster than expenditures.

3.010 - Personnel Services

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

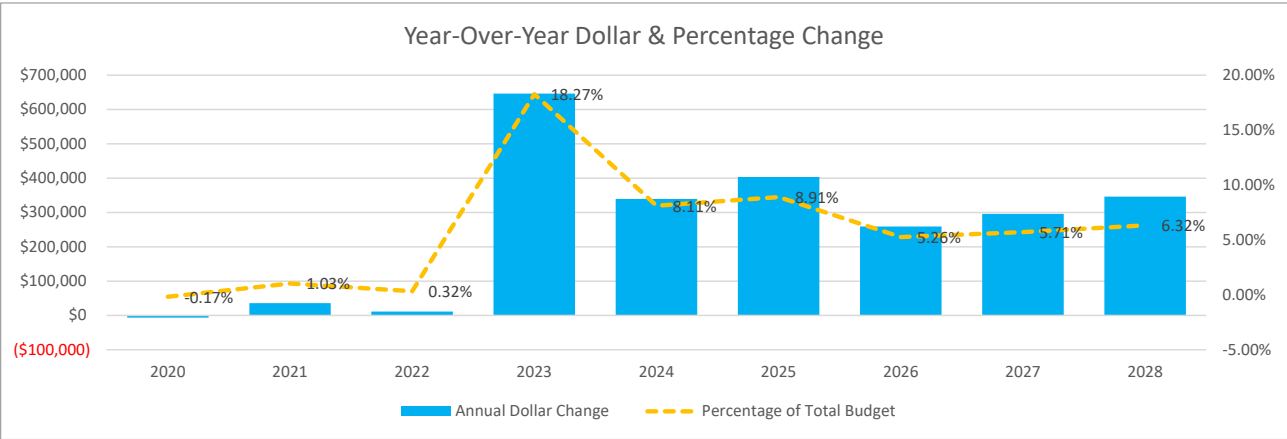
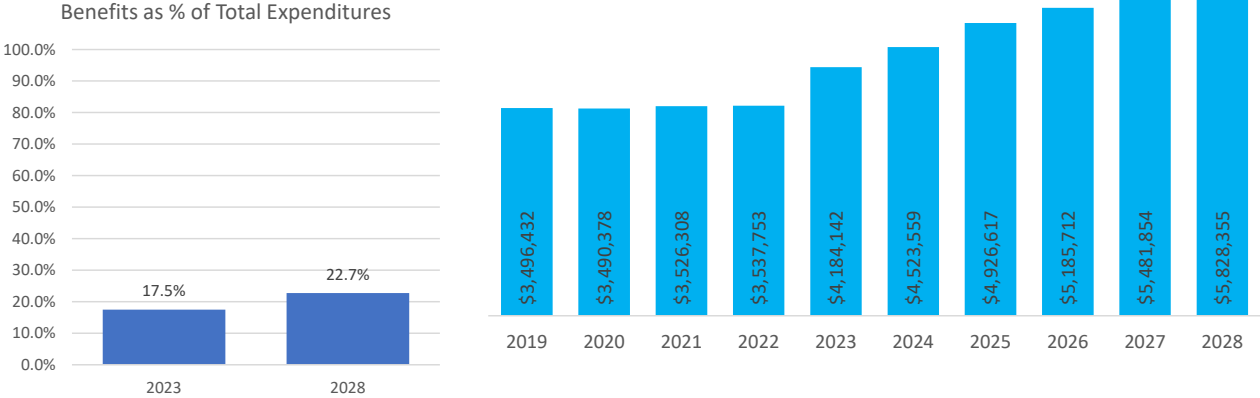


Salaries represent 42.08% of total expenditures and increased at a historical average annual rate of 6.26% or \$537,819. This category of expenditure is projected to grow at an annual average rate of 6.16% or \$682,854 through FY 2028. The projected average annual rate of change is 0.10% less than the five year historical annual average.

In FY24 salaries that were supplanted to ESSER returned to the general fund. This attributes to the large percentage change that is highlighted in the graph. Additionally, union negotiations were completed in FY23 with new rates beginning in FY24. The district was also able to return lost steps to employees who were employed during FY11-FY13. Finally many positions have been added to the district. The district employs over 234 staff members including 108 teachers.

3.020 - Employees' Benefits

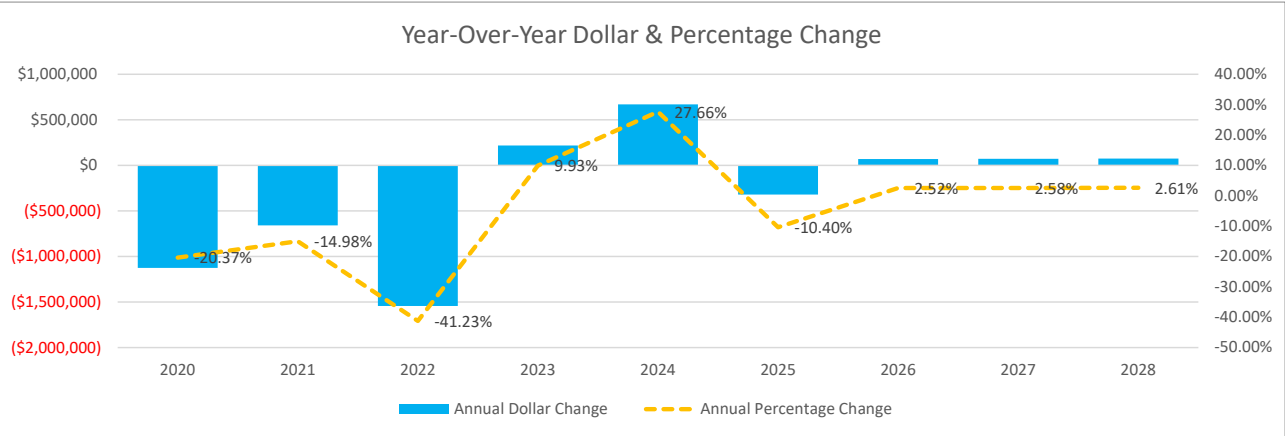
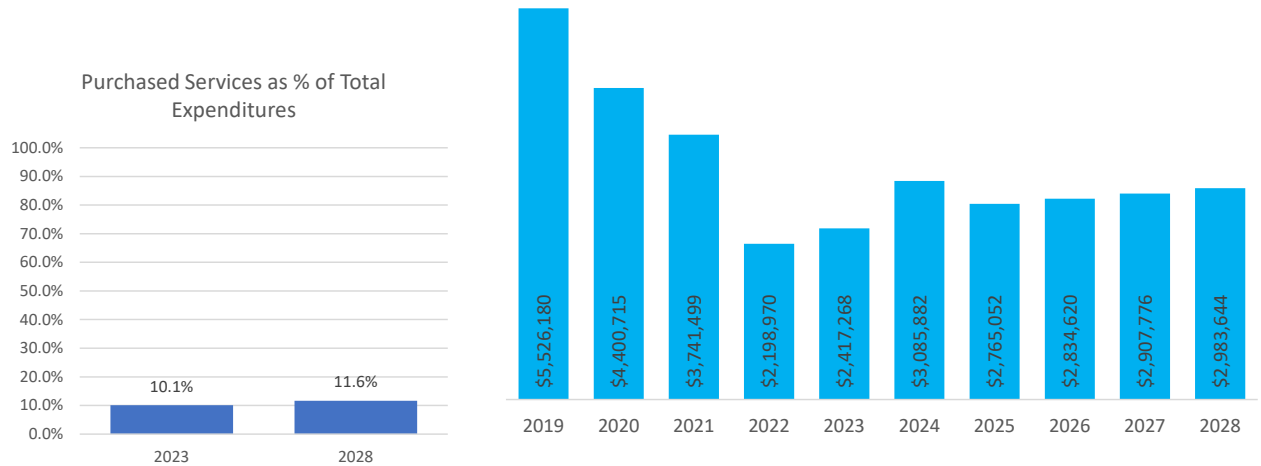
Retirement for all employees, Workers Compensation, early retirement incentives, Medicare, unemployment, pickup on pickup, and all health-related insurances.



Benefits represent 17.48% of total expenditures and increased at a historical average annual rate of 4.86%. This category of expenditure is projected to grow at an annual average rate of 6.86% through FY 2028. The projected average annual rate of change is 2.00% more than the five year historical annual average.

3.030 - Purchased Services

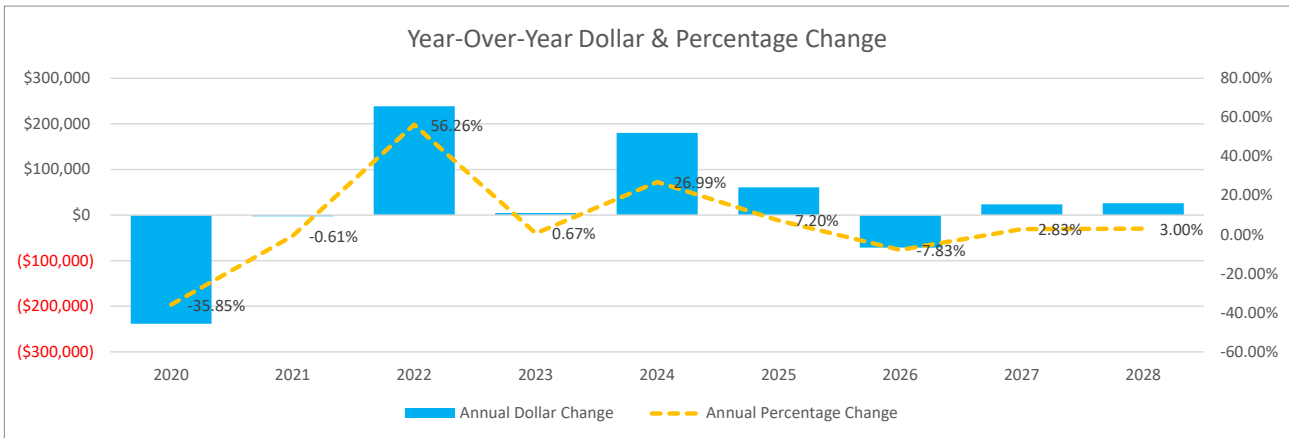
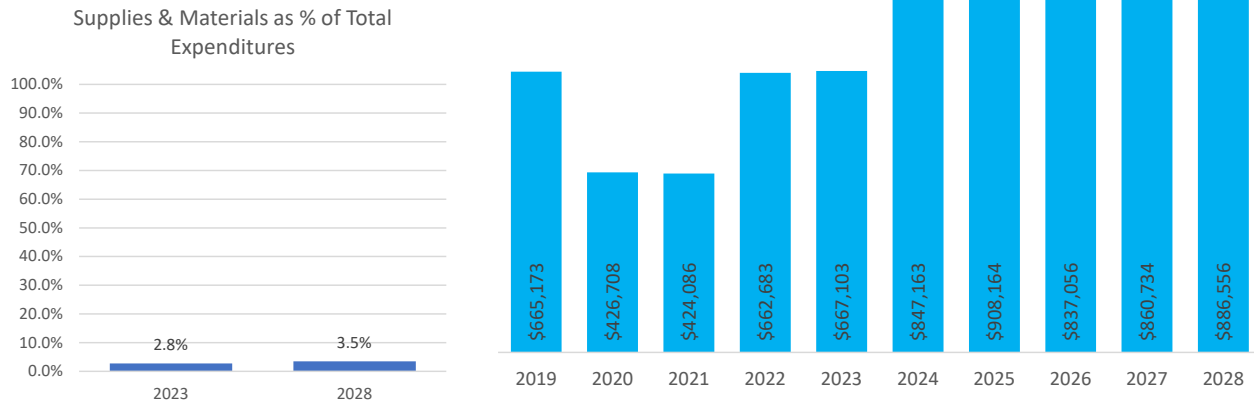
Amounts paid for personal services rendered by personnel who are not on the payroll of the school district, expenses for tuition paid to other districts, utilities costs and other services which the school district may purchase.



Purchased Services represent 10.10% of total expenditures and decreased at a historical average annual rate of -16.66%. This category of expenditure is projected to grow at an annual average rate of 4.99% through FY 2028. The FSFP funds only district educated enrollment thereby reducing tuition cost for open enrollment out, community schools, STEM, and scholarships starting in FY 2022. This change resulted in lower district cost but also less per pupil state revenue since per pupil funding was paid directly by the state to the attending school.

3.040 - Supplies & Materials

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

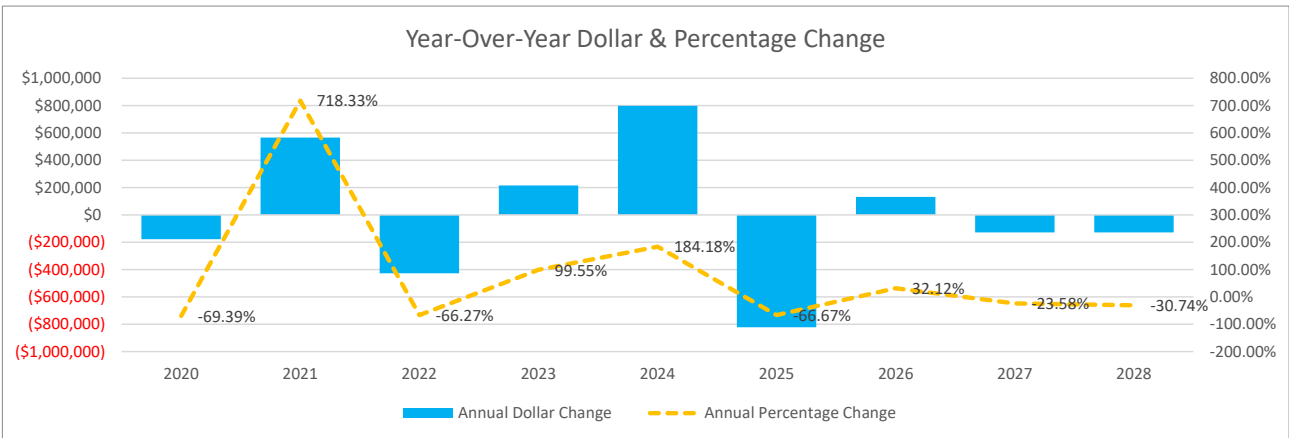
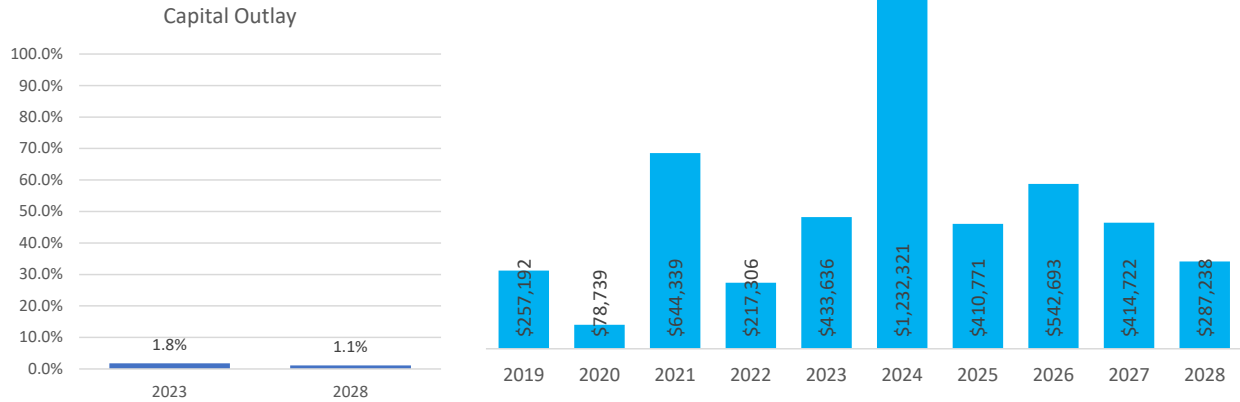


Supplies & Materials represent 2.79% of total expenditures and increased at a historical average annual rate of 5.12%. This category of expenditure is projected to grow at an annual average rate of 6.44% through FY 2028. The projected average annual rate of change is 1.32% more than the five year historical annual average.

The increase in FY24 is due to the exhaustion of ESSER funds, as well as, the district has invested in many consumable items (i.e. paper towels, tissues, ziplock bags, etc.) such that teachers do not ask for donations, hence, reducing the financial burden on families

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.

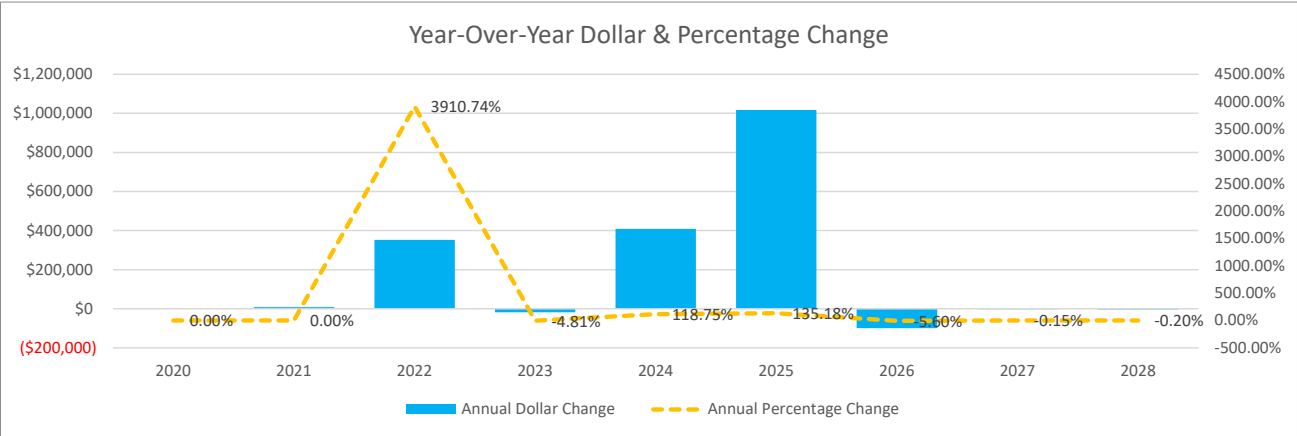
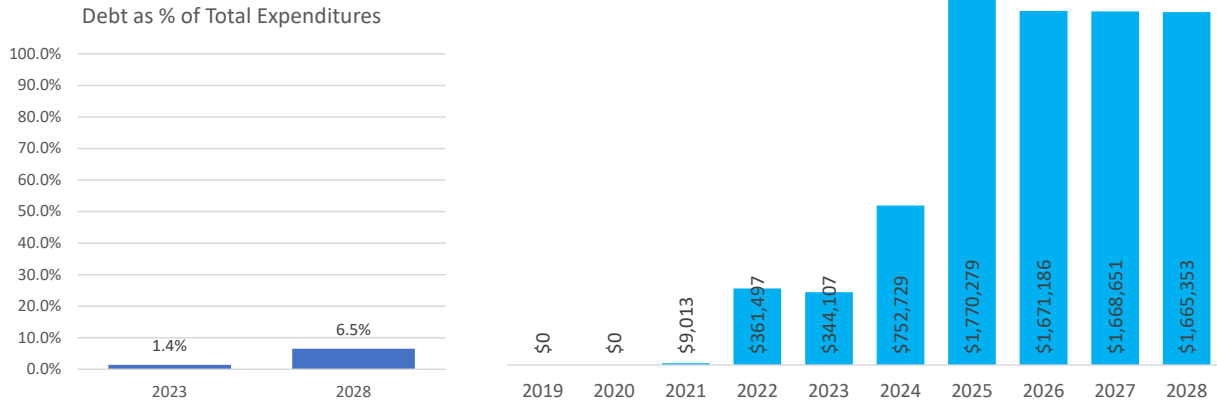


Capital Outlay represent 1.81% of total expenditures and increased at a historical average annual amount of \$44,111. This category of expenditure is projected to grow at an annual average rate of -\$29,280 through FY 2028. The projected average annual change is less than the five year historical annual average.

The district established an 070 Capital Fund in 2023. \$5 million was transferred to the fund in FY23 and another \$5 million was transferred in FY24. The board maintains a working capital improvement plan for the district. These expenditures will be paid from this fund. Buses and some other capital items will still be funded through the general fund.

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.

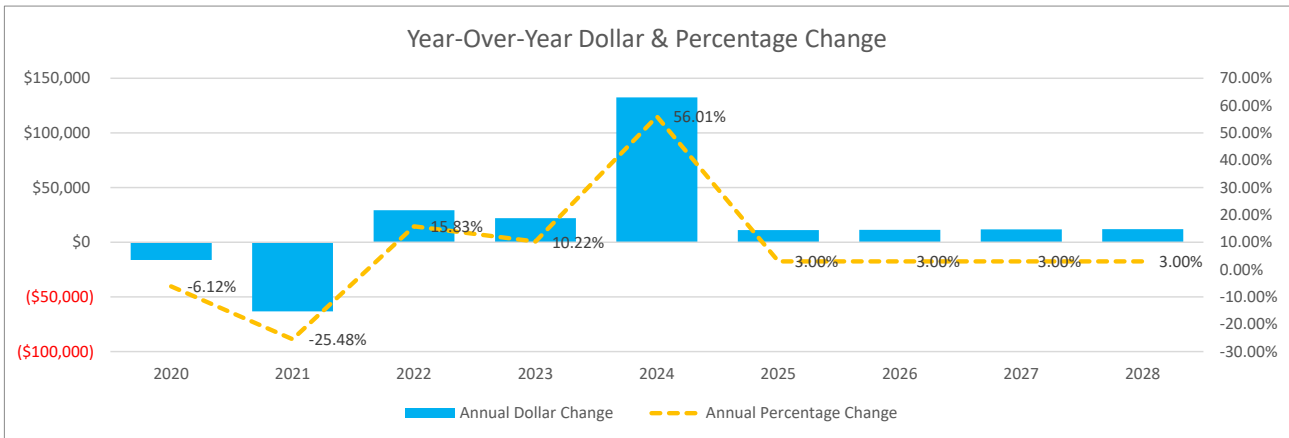
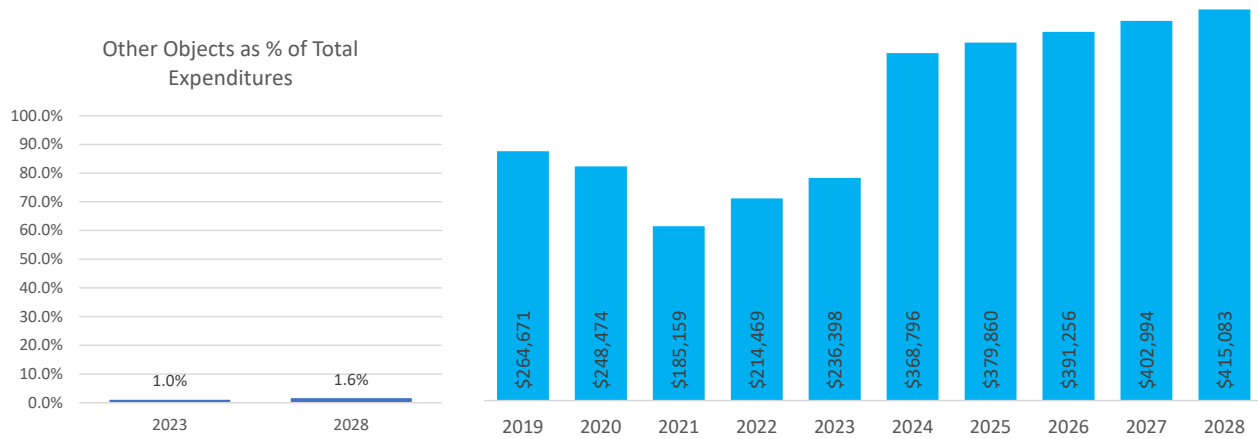


The Intergovernmental/Debt expenditure category details general fund debt issued by the District.

The forecast includes financing a \$21 million COPS (Certificate of Participation). This will fund several major capital projects including an addition to the K-2 building, Fieldhouse, athletic storage building, and concessions/restroom/batting cages for Softball and Baseball. Additionally the district has an existing lease-purchase which financed an energy savings project and other building improvements. The November forecast represented estimates and this forecast displays actual expenses.

4.300 - Other Objects

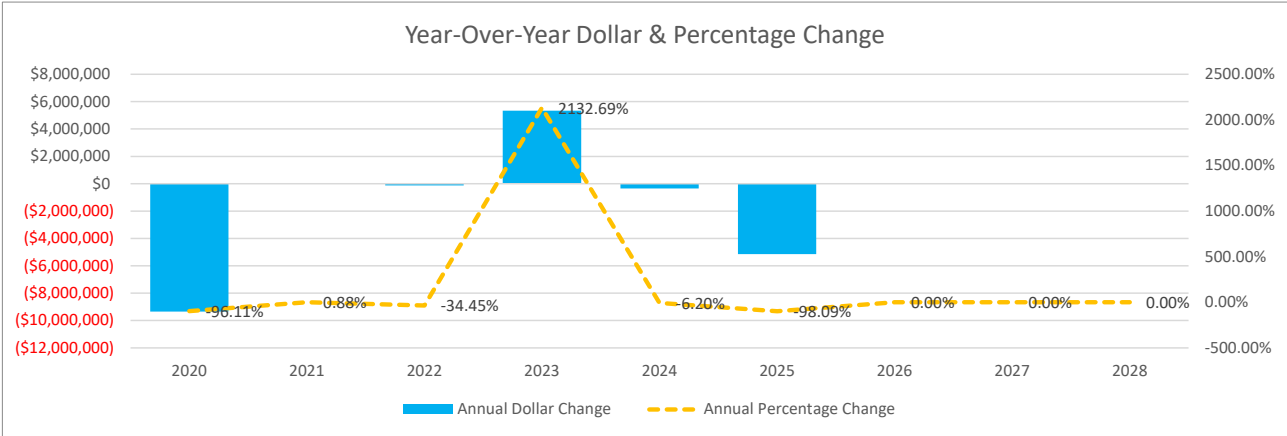
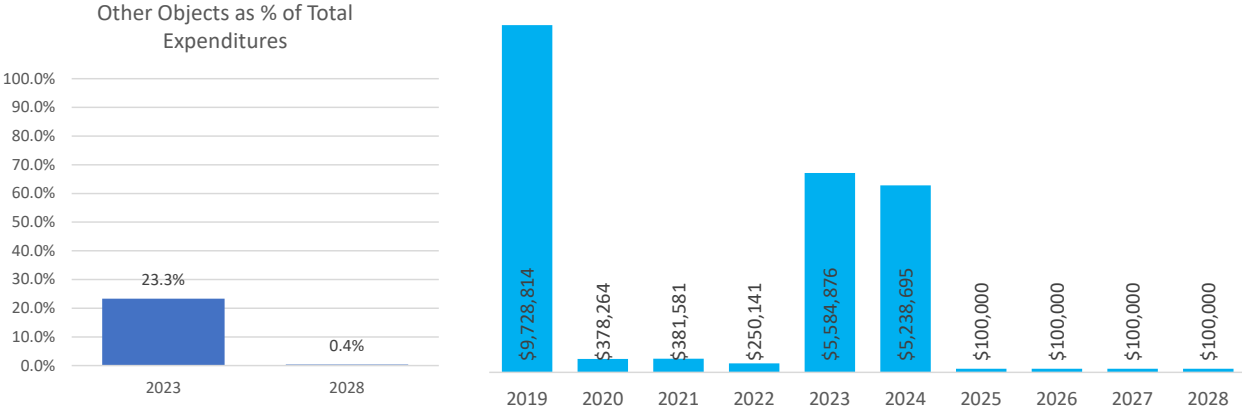
Primary components for this expenditure line are membership dues and fees, ESC contract deductions, County Auditor/Treasurer fees, audit expenses, and election expenses.



Other Objects represent 0.99% of total expenditures and decreased at a historical average annual rate of -1.39%. This category of expenditure is projected to grow at an annual average rate of 13.60% through FY 2028. The projected average annual rate of change is 14.99% more than the five year historical annual average.

5.040 - Total Other Financing Uses

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



	2023	2024	FORECASTED			
			2025	2026	2027	2028
Transfers Out	5,584,876	5,238,695	100,000	100,000	100,000	100,000
Advances Out	-	-	-	-	-	-
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 no 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 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.

This graph represents the transfers to the 070 Capital fund as well as the interest from the Certificates of Participation financing.

Amanda-Clearcreek Local School District

Five Year Forecast

Fiscal Year:	Actual	FORECASTED				
	2023	2024	2025	2026	2027	2028
Revenue:						
1.010 - General Property Tax (Real Estate)	4,492,122	5,203,271	5,103,636	5,568,586	5,838,104	5,878,007
1.020 - Public Utility Personal Property	585,207	605,969	620,072	646,330	672,580	698,830
1.030 - Income Tax	4,774,524	4,921,870	5,089,231	5,301,225	5,522,418	5,753,218
1.035 - Unrestricted Grants-in-Aid	9,766,850	10,119,202	9,986,239	10,092,496	10,149,603	10,694,077
1.040 - Restricted Grants-in-Aid	674,210	761,260	675,899	668,907	644,896	659,037
1.050 - State Share-Local Property Taxes	630,502	702,550	716,735	760,262	806,144	811,723
1.060 - All Other Operating Revenues	1,253,052	2,353,928	2,303,505	1,611,460	1,509,870	1,430,665
1.070 - Total Revenue	22,176,467	24,668,050	24,495,317	24,649,265	25,143,615	25,925,557
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	-	-	-	-	-	-
2.060 - All Other Financing Sources	226,247	3,000	3,000	3,000	3,000	3,000
2.070 - Total Other Financing Sources	226,247	3,000	3,000	3,000	3,000	3,000
2.080 - Total Rev & Other Sources	22,402,714	24,671,050	24,498,317	24,652,265	25,146,615	25,928,557
Expenditures:						
3.010 - Personnel Services	10,075,841	11,866,992	12,110,805	12,599,658	13,046,076	13,490,109
3.020 - Employee Benefits	4,184,142	4,523,559	4,926,617	5,185,712	5,481,854	5,828,355
3.030 - Purchased Services	2,417,268	3,085,882	2,765,052	2,834,620	2,907,776	2,983,644
3.040 - Supplies and Materials	667,103	847,163	908,164	837,056	860,734	886,556
3.050 - Capital Outlay	433,636	1,232,321	410,771	542,693	414,722	287,238
Intergovernmental & Debt Service	344,107	752,729	1,770,279	1,671,186	1,668,651	1,665,353
4.300 - Other Objects	236,398	368,796	379,860	391,256	402,994	415,083
4.500 - Total Expenditures	18,358,495	22,677,442	23,271,547	24,062,182	24,782,807	25,556,339
Other Financing Uses						
5.010 - Operating Transfers-Out	5,584,876	5,238,695	100,000	100,000	100,000	100,000
5.020 - Advances-Out	-	-	-	-	-	-
5.030 - All Other Financing Uses	-	-	-	-	-	-
5.040 - Total Other Financing Uses	5,584,876	5,238,695	100,000	100,000	100,000	100,000
5.050 - Total Exp and Other Financing Uses	23,943,371	27,916,138	23,371,547	24,162,182	24,882,807	25,656,339
6.010 - Excess of Rev Over/(Under) Exp	(1,540,657)	(3,245,088)	1,126,770	490,083	263,808	272,218
7.010 - Cash Balance July 1 (No Levies)	15,143,329	13,602,672	10,357,584	11,484,354	11,974,438	12,238,246
7.020 - Cash Balance June 30 (No Levies)	13,602,672	10,357,584	11,484,354	11,974,438	12,238,246	12,510,464
		Reservations				
8.010 - Estimated Encumbrances June 30	480,000	480,000	480,000	480,000	480,000	480,000
9.080 - Reservations Subtotal	-	-	-	-	-	-
10.010 - Fund Bal June 30 for Cert of App	13,122,672	9,877,584	11,004,354	11,494,438	11,758,246	12,030,464
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	13,122,672	9,877,584	11,004,354	11,494,438	11,758,246	12,030,464
Revenue from New Levies						
13.010 & 13.020 - New Levies	-	-	-	-	-	-
13.030 - Cumulative Balance of New Levies	-	-	-	-	-	-
15.010 - Unreserved Fund Balance June 30	13,122,672	9,877,584	11,004,354	11,494,438	11,758,246	12,030,464

