

MID-EAST CAREER AND TECHNOLOGY CENTERS

5 Year Financial Forecast

November 2024

For Fiscal Years Ending June 30, 2025 through 2029

Schedule Of Revenue, Expenditures and Changes In Fund Balances

Mid-East Career and Technology Centers

Schedule of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Years Ended June 30, 2022, 2023 and 2024 Actual;

Forecasted Fiscal Years Ending June 30, 2025 Through 2029

	Actual			Forecasted				
	Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024	Fiscal Year 2025	Fiscal Year 2026	Fiscal Year 2027	Fiscal Year 2028	Fiscal Year 2029
Revenues								
1.010 General Property Tax (Real Estate)	6,274,516.00	6,660,022.00	6,729,904.00	7,300,160.00	7,561,947.00	7,680,301.00	7,987,316.00	8,154,365.00
1.020 Tangible Personal Property Tax	4,028,322.00	3,920,850.00	4,144,332.00	4,604,009.00	4,324,273.00	4,360,274.00	5,085,203.00	4,708,415.00
1.030 Income Tax	-	-	-	-	-	-	-	-
1.035 Unrestricted State Grants-in-Aid	6,105,473.00	6,431,188.00	7,352,581.00	8,032,342.00	8,104,929.00	8,236,390.00	8,172,350.00	8,130,966.00
1.040 Restricted State Grants-in-Aid	2,955,459.00	3,082,717.00	3,546,208.00	4,684,249.00	4,614,925.00	4,504,399.00	4,399,392.00	4,324,421.00
1.045 Restricted Federal Grants-in-Aid - SF5F	-	-	-	-	-	-	-	-
1.050 State Share of Local Property Taxes	806,529.00	835,775.00	861,856.00	917,433.00	964,808.00	973,150.00	1,010,248.00	1,036,714.00
1.060 All Other Revenues	283,951.00	762,005.00	1,397,654.00	1,097,463.00	830,545.00	630,545.00	603,045.00	576,920.00
1.070 Total Revenues	20,454,250.00	21,692,557.00	24,032,535.00	26,635,656.00	26,401,427.00	26,385,059.00	27,257,554.00	26,931,801.00
Other Financing Sources								
2.010 Proceeds from Sale of Notes	-	-	-	-	-	-	-	-
2.020 State Emergency Loans and Advancements (Approved)	-	-	-	-	-	-	-	-
2.040 Operating Transfers-In	-	-	-	-	-	-	-	-
2.050 Advances-In	-	-	-	-	-	-	-	-
2.060 All Other Financing Sources	66,804.00	75,971.00	53,982.00	13,000.00	11,000.00	11,000.00	11,000.00	11,000.00
2.070 Total Other Financing Sources	66,804.00	75,971.00	53,982.00	13,000.00	11,000.00	11,000.00	11,000.00	11,000.00
2.080 Total Revenues and Other Financing Sources	20,521,054.00	21,768,528.00	24,086,517.00	26,648,656.00	26,412,427.00	26,396,059.00	27,268,554.00	26,942,801.00
Expenditures								
3.010 Personal Services	9,589,262.00	10,409,977.00	10,873,162.00	12,056,379.00	12,795,188.00	13,387,594.00	14,046,030.00	14,578,253.00
3.020 Employees' Retirement/Insurance Benefits	4,059,423.00	4,317,854.00	4,841,533.00	5,297,204.00	5,917,933.00	6,550,696.00	7,263,527.00	7,987,092.00
3.030 Purchased Services	1,420,716.00	1,795,622.00	1,962,728.00	3,393,522.00	3,261,393.00	3,326,621.00	3,393,153.00	3,461,016.00
3.040 Supplies and Materials	710,288.00	809,650.00	814,828.00	1,302,296.00	1,488,342.00	1,504,909.00	1,542,007.00	1,559,647.00
3.050 Capital Outlay	312,012.00	362,511.00	404,420.00	940,632.00	1,057,305.00	869,311.00	886,657.00	904,351.00
3.060 Intergovernmental	-	-	-	-	-	-	-	-
Debt Service:								
4.010 Principal-All (Historical Only)	-	-	-	-	-	-	-	-
4.020 Principal-Notes	-	-	-	-	-	-	-	-
4.030 Principal-State Loans	-	-	-	-	-	-	-	-
4.040 Principal-State Advancements	-	-	-	-	-	-	-	-
4.050 Principal-HB 264 Loans	-	-	-	-	-	-	-	-
4.055 Principal-Other	-	-	-	-	-	-	-	-
4.060 Interest and Fiscal Charges	-	-	-	-	-	-	-	-
4.300 Other Objects	332,603.00	385,492.00	348,861.00	406,654.00	414,787.00	423,082.00	431,544.00	440,175.00
4.500 Total Expenditures	16,424,304.00	18,081,106.00	19,245,532.00	23,396,687.00	24,934,948.00	26,062,213.00	27,562,918.00	28,930,534.00
Other Financing Uses								
5.010 Operating Transfers-Out	1,031,544.00	1,146,168.00	5,048,816.00	11,209,619.00	6,400,000.00	2,400,000.00	2,400,000.00	2,400,000.00
5.020 Advances-Out	-	-	-	-	-	-	-	-
5.030 All Other Financing Uses	-	-	-	-	-	-	-	-
5.040 Total Other Financing Uses	1,031,544.00	1,146,168.00	5,048,816.00	11,209,619.00	6,400,000.00	2,400,000.00	2,400,000.00	2,400,000.00
5.050 Total Expenditures and Other Financing Uses	17,455,848.00	19,227,274.00	24,294,348.00	34,606,306.00	31,334,948.00	28,462,213.00	29,962,918.00	31,330,534.00
6.010 Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	3,065,206.00	2,541,254.00	(207,831.00)	(7,957,650.00)	(4,922,521.00)	(2,066,154.00)	(2,694,364.00)	(4,387,733.00)
7.010 Cash Balance July 1 - Excluding Proposed Renewal/Replacement and New Levies	26,743,979.00	29,809,185.00	32,350,439.00	32,142,608.00	24,184,958.00	19,262,437.00	17,196,283.00	14,501,919.00
7.020 Cash Balance June 30	29,809,185.00	32,350,439.00	32,142,608.00	24,184,958.00	19,262,437.00	17,196,283.00	14,501,919.00	10,114,186.00
8.010 Estimated Encumbrances June 30	175,000.00	175,000.00	175,000.00	175,000.00	175,000.00	175,000.00	175,000.00	175,000.00
Reservation of Fund Balance								
9.010 Textbooks and Instructional Materials	-	-	-	-	-	-	-	-
9.020 Capital Improvements	-	-	-	-	-	-	-	-
9.030 Budget Reserve	-	-	-	-	-	-	-	-
9.040 DPIA	-	-	-	-	-	-	-	-
9.045 Fiscal Stabilization	-	-	-	-	-	-	-	-
9.050 Debt Service	-	-	-	-	-	-	-	-
9.060 Property Tax Advances	-	-	-	-	-	-	-	-
9.070 Bus Purchases	-	-	-	-	-	-	-	-
9.080 Subtotal	-	-	-	-	-	-	-	-
10.010 Fund Balance June 30 for Certification of Appropriations	29,634,185.00	32,175,439.00	31,967,608.00	24,009,958.00	19,087,437.00	17,021,283.00	14,326,919.00	9,939,186.00
Revenue from Replacement/Renewal Levies								
11.010 Income Tax - Renewal	-	-	-	-	-	-	-	-
11.020 Property Tax - Renewal or Replacement	-	-	-	-	-	-	-	-
11.300 Cumulative Balance of Replacement/Renewal Levies	-	-	-	-	-	-	-	-
12.010 Fund Balance June 30 for Certification of Contracts, Salary Schedules and Other Obligations	29,634,185.00	32,175,439.00	31,967,608.00	24,009,958.00	19,087,437.00	17,021,283.00	14,326,919.00	9,939,186.00
Revenue from New Levies								
13.010 Income Tax - New	-	-	-	-	-	-	-	-
13.020 Property Tax - New	-	-	-	-	-	-	-	-
13.030 Cumulative Balance of New Levies	-	-	-	-	-	-	-	-
14.010 Revenue from Future State Advancements	-	-	-	-	-	-	-	-
15.010 Unreserved Fund Balance June 30	29,634,185	32,175,439	31,967,608	24,009,958	19,087,437	17,021,283	14,326,919	9,939,186

Schedule Of Revenue, Expenditures and Changes In Fund Balances

Mid-East Career and Technology Centers

Schedule of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2024 Actual;

Forecasted Fiscal Years Ending June 30, 2025 Through 2029

	Forecasted					
	Fiscal Year 2024	Fiscal Year 2025	Fiscal Year 2026	Fiscal Year 2027	Fiscal Year 2028	Fiscal Year 2029
Revenues						
1.010 General Property Tax (Real Estate)	6,729,904.00	7,300,160.00	7,561,947.00	7,680,301.00	7,987,316.00	8,154,365.00
1.020 Tangible Personal Property Tax	4,144,332.00	4,604,009.00	4,324,273.00	4,360,274.00	5,085,203.00	4,708,415.00
1.030 Income Tax	-	-	-	-	-	-
1.035 Unrestricted State Grants-in-Aid	7,352,581.00	8,032,342.00	8,104,929.00	8,236,390.00	8,172,350.00	8,130,966.00
1.040 Restricted State Grants-in-Aid	3,546,208.00	4,684,249.00	4,614,925.00	4,504,399.00	4,399,392.00	4,324,421.00
1.045 Restricted Federal Grants-in-Aid - SF5F	-	-	-	-	-	-
1.050 State Share of Local Property Taxes	861,856.00	917,433.00	964,808.00	973,150.00	1,010,248.00	1,036,714.00
1.060 All Other Revenues	1,397,654.00	1,097,463.00	830,545.00	630,545.00	603,045.00	576,920.00
1.070 Total Revenues	24,032,535.00	26,635,656.00	26,401,427.00	26,385,059.00	27,257,554.00	26,931,801.00
Other Financing Sources						
2.010 Proceeds from Sale of Notes	-	-	-	-	-	-
2.020 State Emergency Loans and Advancements (Approved)	-	-	-	-	-	-
2.040 Operating Transfers-In	-	-	-	-	-	-
2.050 Advances-In	-	-	-	-	-	-
2.060 All Other Financing Sources	53,982.00	13,000.00	11,000.00	11,000.00	11,000.00	11,000.00
2.070 Total Other Financing Sources	53,982.00	13,000.00	11,000.00	11,000.00	11,000.00	11,000.00
2.080 Total Revenues and Other Financing Sources	24,086,517.00	26,648,656.00	26,412,427.00	26,396,059.00	27,268,554.00	26,942,801.00
Expenditures						
3.010 Personal Services	10,873,162.00	12,056,379.00	12,795,188.00	13,387,594.00	14,046,030.00	14,578,253.00
3.020 Employees' Retirement/Insurance Benefits	4,841,533.00	5,297,204.00	5,917,933.00	6,550,696.00	7,263,527.00	7,987,092.00
3.030 Purchased Services	1,962,728.00	3,393,522.00	3,261,393.00	3,326,621.00	3,393,153.00	3,461,016.00
3.040 Supplies and Materials	814,828.00	1,302,296.00	1,488,342.00	1,504,909.00	1,542,007.00	1,559,647.00
3.050 Capital Outlay	404,420.00	940,632.00	1,057,305.00	869,311.00	886,657.00	904,351.00
3.060 Intergovernmental	-	-	-	-	-	-
Debt Service:						
4.010 Principal-All (Historical Only)	-	-	-	-	-	-
4.020 Principal-Notes	-	-	-	-	-	-
4.030 Principal-State Loans	-	-	-	-	-	-
4.040 Principal-State Advancements	-	-	-	-	-	-
4.050 Principal-HB 264 Loans	-	-	-	-	-	-
4.055 Principal-Other	-	-	-	-	-	-
4.060 Interest and Fiscal Charges	-	-	-	-	-	-
4.300 Other Objects	348,861.00	406,654.00	414,787.00	423,082.00	431,544.00	440,175.00
4.500 Total Expenditures	19,245,532.00	23,396,687.00	24,934,948.00	26,062,213.00	27,562,918.00	28,930,534.00
Other Financing Uses						
5.010 Operating Transfers-Out	5,048,816.00	11,209,619.00	6,400,000.00	2,400,000.00	2,400,000.00	2,400,000.00
5.020 Advances-Out	-	-	-	-	-	-
5.030 All Other Financing Uses	-	-	-	-	-	-
5.040 Total Other Financing Uses	5,048,816.00	11,209,619.00	6,400,000.00	2,400,000.00	2,400,000.00	2,400,000.00
5.050 Total Expenditures and Other Financing Uses	24,294,348.00	34,606,306.00	31,334,948.00	28,462,213.00	29,962,918.00	31,330,534.00
6.010 <i>Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses</i>	(207,831.00)	(7,957,650.00)	(4,922,521.00)	(2,066,154.00)	(2,694,364.00)	(4,387,733.00)
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7.020 Cash Balance June 30	32,142,608.00	24,184,958.00	19,262,437.00	17,196,283.00	14,501,919.00	10,114,186.00
8.010 <i>Estimated Encumbrances June 30</i>	175,000.00	175,000.00	175,000.00	175,000.00	175,000.00	175,000.00
Reservation of Fund Balance						
9.010 Textbooks and Instructional Materials	-	-	-	-	-	-
9.020 Capital Improvements	-	-	-	-	-	-
9.030 Budget Reserve	-	-	-	-	-	-
9.040 DPIA	-	-	-	-	-	-
9.045 Fiscal Stabilization	-	-	-	-	-	-
9.050 Debt Service	-	-	-	-	-	-
9.060 Property Tax Advancements	-	-	-	-	-	-
9.070 Bus Purchases	-	-	-	-	-	-
9.080 <i>Subtotal</i>	-	-	-	-	-	-
10.010 Fund Balance June 30 for Certification of Appropriations	31,967,608.00	24,009,958.00	19,087,437.00	17,021,283.00	14,326,919.00	9,939,186.00

FORECAST ASSUMPTIONS FOR NOVEMBER 2024

REVENUES

Line 1.010 - Real Estate Taxes	Triennial updates and reappraisals continue to see big increases and the housing market is expected to continue to be strong in the next couple of years. The assumption is that valuations will be strong, but not as strong as recent years.
Line 1.020 - Tangible Personal Property	Rockies Express and Rover Pipelines have both contested their valuations by 45% & 61%, respectively. Rockies settled in 2024 at 28% of the requested reduction. Their delinquencies were paid this fall. Payments have been made by Rover based on appealed values for several years. The Board of Tax Appeals had offered 14% settlement and Rockies has appealed the decision to the Supreme Court. The earliest expected decision on this case is 2026. The assumption is that we won't know the decision until 2028 and the settlement will be 50% of the requested reduction and delinquencies will be paid at that time. Valuations are anticipated to increase slightly with continued reinvestment in infrastructure.
Line 1.035 - Unrestricted Grants in Aid	The 2024-2025 biennium continued the state funding formula with phase-in. For 2025, the forecast shows a 66.67% phase-in. The assumption is the phase-in will be frozen in 2026-2029 at the 66.67%. The inputs in the calculation of base cost was updated by the legislators with 2022 base cost inputs. The assumption is there will be no increase in those inputs in 2026-2029. Mid-East has had an increase enrollment in 2025. We are anticipated to add a satellite at a partner school in 2026 and static enrollment is assumed from 2026 through 2029.
Line 1.040 Restricted Grants in Aid	Included in this number is the career technical funding, student wellness and DPIA (disadvantaged pupil impact aid). Wellness and Career Awareness is also included in here. The 2024-2025 biennium phase-in for DPIA is the same as Base Cost and it is assumed the phase-in will freeze at 66.67% for 2026-2029. In the fall of 2024, Mid-East chose to go CEP (Community Eligibility Provision) so all students will get free breakfast and lunch for the entire year. It is assumed that we will remain that way through the forecast. By doing so, our DPIA funding is anticipated to increase by over \$800,000 in 2025 and gradually decrease as the state percentage increases.
Line 1.050 State Share of Local Property Taxes	Rollback taxes have had a slight increase due to increased values. Homestead has had a decrease and is assumed to continue as less and less people qualify. Overall, these taxes have remained relatively constant.

EXPENDITURES

Line 3.010 - Personnel Services	Due to increased enrollment and construction, a couple new academic staff as well as a custodian are anticipated for 2026. Another teacher is anticipated in 2027 as well as 2028. There is a 3% salary increase per negotiated agreement for FY2025. It is assumed that a 3% increase will continue through 2029.
Line 3.020 - Employee Retirement/ Insurance Benefits	The District is going through a difficult claims experience period. For 2025, the District received a 9.5% health insurance increase. A 12% increase is anticipated in 2026 and that rate is assumed through 2029. In addition, due to these increases, the insurance cap in the negotiated agreement will cause additional expense to the District throughout the entire forecast.
Line 3.030 Purchased Services	Purchased Services in 2025 are the anticipated cost for the year. There is a 2% increase built in for the remaining years due to inflation. In addition, there is an increased cost for expansion of Career Exploration, apprenticeships, CCP costs, CDL costs for high school students and utilities due to additional construction. These costs are anticipated to remain throughout the forecast. In 2025, there is an increase in mental health services due to the increase in DPIA funding.
Line 3.040 Supplies and Materials	Supplies in 2025 are the anticipated costs for the year which includes paving the Zanesville Campus as well as increased cost of CCP books. Going forward for 2026-2029, a 2% increase is assumed due to inflation. The District anticipates a paving project in alternating years between the two campuses throughout the forecast.
Line 3.050 Capital Outlay	Capital expenses for 2025 are the appropriated amounts, which include capital items for food service, flooring and classroom furniture for newly constructed classrooms. Added in 2025 is anticipated expenditure for the increase in DPIA funding for safety equipment. A school bus as well as a couple new cars are anticipated in 2026. Normal capital purchases are anticipated, but a 2% was built in for 2026-2029.
Line 5.010 Operating Transfers Out	This line reflects transfers out of the general fund. For 2025-2029, transfers are anticipated for capital projects, HB1 and food service. The District is planning on replenishing funds used from the 070 fund that was used for a current design-build project. In addition, the District is planning on transferring funds for a CDL pad project as a grant match as well as electrical and plumbing maintenance fixes. A transfer for a new Fire/EMS building is included in 2026. Anticipated replenishment of the 034 Maintenance Fund and the 070 Capital Projects Fund is anticipated as the District is working on a 10-Year Capital Plan is anticipated throughout the forecast.
Line 6.010 Over or under revenue/expenditure	This is a year by year calculation of whether the district spends more than it takes in for a given year. It is anticipated that throughout the forecast, this figure will be negative as the District is planning several construction projects and building a 10-Year Capital Plan.
Line 12.010 - Fund Balance June 30	This is the projected cash balance for the district at the end of each year.

Mid-East Career & Tech Centers

November 2024 Final

\$32,142,303

Cash Balance as of 6/30/24

\$26,648,655

2025 Forecasted Revenues

\$34,606,307

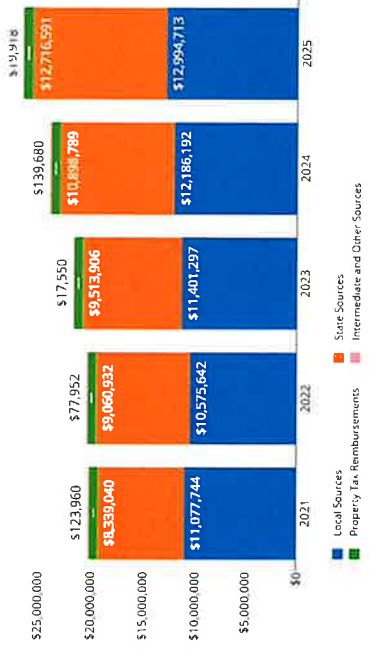
2025 Forecasted Expenses

\$24,184,652

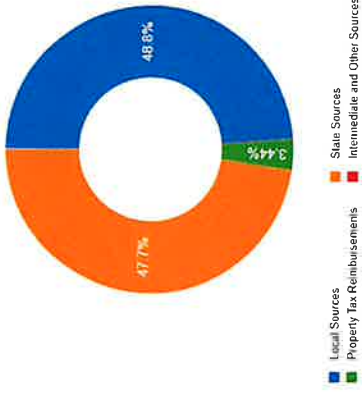
Cash Balance as of 6/30/25

Historical Finances at a Glance - General Fund

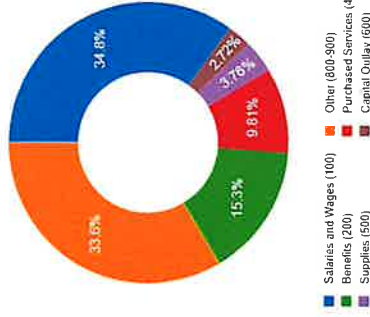
Historical General Fund Revenue by Source



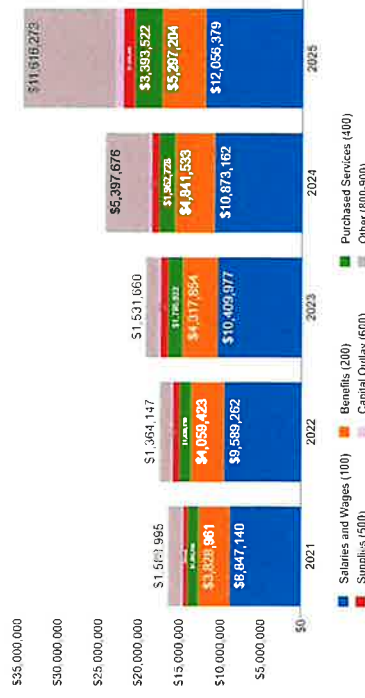
General Fund Current Year Revenue by Source



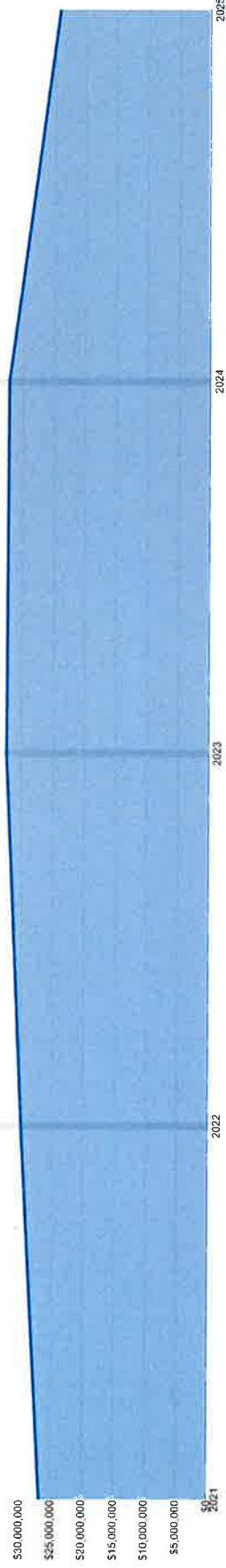
General Fund Current Year Expenses by Object



Historical General Fund Expenses by Object



Historical General Fund Balances



MID-EAST CAREER AND TECHNOLOGY CENTERS

5 Year Forecast Assumptions

What is a financial forecast?

A financial forecast for a school district is *an estimate of the most probable financial position, results of operations and changes in financial position for one or more future periods*. “Most probable” means that the assumptions have been evaluated by management and that the forecast is based on management’s judgment of the most likely set of conditions and its most likely course of action. “Most probable” is not used in a mathematical or statistical sense. Financial forecasts are derived through a combination of judgment and science in which history, plans, reactions, aspirations, constraints and pressures all play a part.

Forecasts are based on management’s assumptions of future events, in turn, which are based on present circumstances and information currently available, including both internal and external data.

Forecasts may be affected favorably or unfavorably by many factors, such as when revenues are received, costs, employee relations, governmental controls and general economic conditions. Therefore, these projections should be adjusted whenever such factors are known.

MID-EAST CAREER AND TECHNOLOGY CENTERS

5 Year Forecast Assumptions

The financial forecast of the district's General Fund has been based upon the following assumptions:

1. REVENUE/ OTHER FINANCING SOURCES:

1 A. Line 1.010 - Real Estate Taxes

Fiscal year 2024-2025 estimates are based upon the amount as certified by the county auditor and valuations per the Department of Taxation multiplied by 96% (to allow for delinquencies). Residential reappraisal values have seen large increases all over the state and are expected to remain strong for the foreseeable future. Estimates for the years 2026-2029 are based upon the estimated rates multiplied by estimated valuations (@ 96%).

1 B. Line 1.020 – Public Utility Personal Property

For many recent years, pipelines have been a large portion of this revenue. However, oil production since 2020 has decreased and Rockies Express and Rover have appealed valuations by 45% & 61%, respectively. Rover has been paying on their appealed rates for several years. Rockies Express settled their appeal in 2024 with a 13% reduction in value and paid all delinquencies in the fall of 2024. Rover has appealed the Board of Tax Appeals decision to the Supreme Court and a decision is not expected until 2026 at the earliest. The assumption is that it will settle at 50% of their appealed value in 2027 with delinquent taxes due paid in fiscal year 2028. Valuations going forward are anticipated with reinvestment in infrastructure. The District receives mineral value as well as pipeline valuation.

1 C. Line 1.035 & 1.040 - State Foundation (Unrestricted and Restricted Grants-In-Aid)

Fiscal Year 2025 is the second year of the biennium and continues the state funding formula from the previous biennium. There are two phase-in funding items in the new school funding formula. For FY2025, the phase in is 66.67%. Restricted Grants-in-Aid include Career Tech funding, DPIA, Student Wellness and Career Awareness. The disadvantaged pupil impact aid (DPIA) is also phased in at 66.67% for FY2025. All phase-in percentages are assumed to remain at 66.67% through 2029. The District has seen an increase in enrollment since COVID. An increase is anticipated for 2026 as well and then enrollment is assumed to level off. Current inputs that go into calculating base cost for this biennium have been increased to 2022 levels and that is the level assumed in this forecast going forward. The District applied for and was approved for CEP in FY2025 which will increase the DPIA funding and it assumed CEP will continue throughout the forecast.

1 D. Line 1.050 – State Share of Local Property Taxes

Estimates are based on current and historical tax valuations and are anticipated to remain constant, however, homestead collections have been declining over the last few years as fewer people qualify and it assumed that decline will continue through 2029. This is

MID-EAST CAREER AND TECHNOLOGY CENTERS

5 Year Forecast Assumptions

offset with increased rollback with increased valuation as seen in residential taxes.

1 E. Line 1.060 - All Other Operating Revenue

Includes house trailer tax, investment earnings, donations, and rental of school facilities. Estimates are based on historical annual average increases. Interest rates have made a nice comeback from their close to 0% a couple of years ago. Interest income is assumed strong for the next few years due to laddering and then start to level off. In addition, the District will have less funds to invest as there are multiple capital projects planned with District funds.

1 F. Line 2.060 - All Other Financing Sources

Includes proceeds from the sale of notes, transfers-in and advances-in. This also includes any payment of a prior year expenditure. In 2023, the District worked with GovDeals to auction off obsolete inventory stored. This brought an increase in sale of real property. In 2024, ERate reimbursement and refund of BWC PY premiums made up the majority of funds. It is assumed there will be minimal amounts of refunds and sales going forward. The district anticipates revenue from the advance-in source only to repay prior advances-out.

2. EXPENDITURES/ DEBT SERVICE/ OTHER FINANCING USES:

Effective July 1, 2000, Section 5705.412 ORC was amended to require 412 certificates to be attached all “qualifying contracts”. A “qualifying contract” is an agreement for the expenditure of money under which aggregate payments from the funds included in the school district’s 5-year forecast will exceed the lesser of (a) \$500,000 or (b) 1% of the total revenue to be credited in the current fiscal year to the school district’s general fund as shown on the latest certificate of estimated resources. This requirement also pertains to any appropriation measure and wages salary schedules. For FY25 this amount is \$259,575.87, which is 1% of the certificate of our estimated resources in the general fund. As part of this amendment a 412 certificate now must cover only the term of the contract instead of the current year plus two immediately succeeding fiscal years.

2 A. Line 3.010 - Personnel Services

Wages include contract days/hours, supplemental, overtime hours, substitute wages, and miscellaneous pay.

Wages for FY 2024-2025 were calculated in accordance with the negotiated agreements, and board approved salary schedules.

The following base salary schedule is used in this forecast:

Base Salary (BA-0) beginning 7/1/23 for teacher’s bargaining unit employees is \$46,599. Fiscal Year 2025 is the final year of a three-year agreement. The assumption is the same rate increase will continue through 2029.

MID-EAST CAREER AND TECHNOLOGY CENTERS

5 Year Forecast Assumptions

2 B. Line 3.020 – Retirement & Insurance Benefits

Includes board contributions to STRS and SERS for employees' retirement, workers' compensation premiums, unemployment compensation premiums, employee insurance benefits, and tuition reimbursement for staff.

Benefits for FY2024-2025 were calculated in accordance with the negotiated agreements and the current insurance plan. There is an insurance cap per negotiated agreement that was hit in FY2024. Therefore, the District has and will incur additional insurance expenses which are assumed through FY2029. Health insurance rates are anticipated to increase more than past history as the District has had a significant increase in claims experience recently and it is assumed that this claims experience will continue at that rate through the remainder of the forecast.

Career Technical Set-Aside

In FY 2000 the Ohio Legislature changed the way career-technical education programs were funded. The new funding levels were based on a cost-analysis of effective career-technical programs. Because the funds generated under the new funding process were specifically designed to cover the unique costs of career-technical education, the legislature instructed the Ohio Department of Education to target the use of these funds. Allowable uses of these funds include:

- ◆ Curriculum development and purchase including supplies
- ◆ Assessments
- ◆ Industry-Based program certification
- ◆ Career-technical student organization costs
- ◆ Equipment
- ◆ Professional development
- ◆ Extended programming

On the October 2024 foundation payment, the amount is \$2,948,908. The source of funds in this total include the general fund, all state funds regardless of source and all local funds regardless of source.

2 C. Line 3.030 - Purchased Services

Includes fleet and building insurance, maintenance contracts, professional development in-service, staff travel/meetings, certificate/licenses/criminal records checks, legal services/consultants/technicians, postage/printing/advertising, leases, utilities, and data processing. A 2% increase each year during the forecast is assumed. In addition, an increased cost for Career Exploration, CDL in high School, legal fees, utilities, apprenticeships & CCP courses are anticipated in 2025 through the remainder of the forecast. Due to the increase in DPIA funding in 2025, additional support for mental health has been built into this line as well.

MID-EAST CAREER AND TECHNOLOGY CENTERS

5 Year Forecast Assumptions

2 D. Line 3.040 – Supplies & Materials

Includes supplies for teachers, office supplies/materials, maintenance supplies, library supplies/books/periodicals/magazines, gasoline/diesel and parts/tires for school vehicles. Included in the forecast are alternating paving project in 2025 through 2029 between the two campuses as well as normal inflationary increases of 2% each year.

2E. Line 3.050 - Capital Outlay

Includes equipment, vehicles, building/land improvements/construction. Normal capital purchases as well as an inflationary increase of 2% each year is assumed. In addition to this, are numerous one-time capital purchases such as classroom furniture for newly constructed classrooms, new vehicles, a school bus, food service equipment, and security cameras all planned in 2025 and 2026. Due to DPIA increased revenue, the District also added funds in capital outlay in the forecast to increase safety.

The requirement of HB 412 regarding the capital and maintenance fund are included in this classification.

2 F. Line 4.300 - Other Objects

Includes county auditor and treasurer fees, fees on delinquent taxes, annual single audits, liability insurance, professional dues/fees/memberships, and bank charges. A 2% increase is assumed each year.

2 G. Line 5.010 – Operating Transfers - Out

Includes transfers out to the budget reserve requirement of HB 412, transfers out to cover negative balances in the lunchroom fund, and transfers required for the local match on state/federal grants. There is also an allocation for transfers to the Permanent Improvement fund since HB 412 now allows expenditures from a Permanent Improvement fund created by General Fund transfer to be used towards the capital and maintenance set-aside. There is also an allowance for transfers to cover HB1 – fee. The District plans to maximize the amount board approved in the capital project fund as a ten-year capital plan has begun.

3. Set-Aside Requirements:

Legislation

House Bill 412 requires each board of education to establish a capital and maintenance fund. Effective April 9, 2001, Senate Bill 345 provides the opportunity for districts to make an “election” each year within the first 90 days of the fiscal year, for the method of calculation of the base for the textbook and capital/maintenance set aside requirement. A district may choose either the current formula (based upon the basic state funds and revenue from property taxes times 3 percent) or the new formula (the previous year’s student population, times the previous year’s base cost per pupil times 3 percent). This district will be utilizing the new formula for the set-aside calculation.

MID-EAST CAREER AND TECHNOLOGY CENTERS

5 Year Forecast Assumptions

Capital and maintenance fund -A district's capital and maintenance fund are to be used solely for acquisition, replacement, enhancement, maintenance, or repair of permanent improvements. Any money in the fund that is not used in any fiscal year is to carry forward to the next fiscal year. The bill authorizes a district to substitute money received from a permanent improvement levy for the general revenue money that would otherwise be required to be deposited in the fund (§3315.18 ORC). The statewide average base cost in 2024 was \$7,351.71 and the previous year student enrollment for 2023 was 1098.88. The average statewide base cost per pupil for FY2024 and in the District's October 2024 payment is \$8,241.61 expected to remain constant. The current enrollment is 1161 per SFPR October reports. An eighteen ADM increase is expected in FY2026 and staying steady going forward.

Calculation of set-aside

	FY 24	FY 25	FY 26	FY 27	FY 28	FY 29
ADM prev. yr	1098.88	1144	1161	1179	1179	1179
Base Cost prev. yr.	7352	8242	8242	8242	8242	8242
Set aside %	3	3	3	3	3	3
Set aside Req. *	\$242,369	\$282,865	\$287,069	\$291,520	\$291,520	\$291,520
Qualifying Exp.						
Bal. Carried forward						

*It is anticipated the district will expend the amount required for this set-aside

4. Reservation of Fund Balance

Budget reserve fund – Effective April 9, 2001, SB 345 eliminated the requirement of school districts to maintain a budget reserve fund. The funds previously in this fund, may at the discretion of the Board be returned to the district's general fund or left in the account. The board passed a resolution to maintain the Budget reserve account of \$173,668 until such time the board approves a transfer to the Permanent Improvement Fund to help toward any future capital outlay and/or construction costs.