

WEST MUSKINGUM LOCAL SCHOOL DISTRICT

Muskingum County

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

	Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024	Average Change	Fiscal Year 2025	Fiscal Year 2026	Fiscal Year 2027	Fiscal Year 2028	Fiscal Year 2029
Revenues									
1.010 General Property Tax (Real Estate)	\$9,672,748	\$9,973,633	\$10,106,574	2.2%	\$11,353,100	\$12,056,176	\$12,082,935	\$12,125,964	\$11,342,037
1.020 Tangible Personal Property Tax									
1.030 Income Tax									
1.035 Unrestricted State Grants-in-Aid	4,549,504	4,527,344	5,261,880	7.9%	5,783,710	5,544,683	5,544,683	5,544,683	5,544,683
1.040 Restricted State Grants-in-Aid	547,339	601,974	748,073	17.1%	717,825	560,000	575,000	560,000	558,000
1.045 Restricted Federal Grants-in-Aid									
1.050 State Share of Local Property Taxes	987,428	1,026,900	1,036,390	2.5%	1,164,363	1,195,265	1,215,249	1,204,968	1,129,968
1.060 All Other Revenues	482,931	1,652,588	1,407,367	113.7%	1,385,000	900,000	857,000	855,500	845,500
1.070 <i>Total Revenues</i>	16,239,950	17,782,439	18,560,284	6.9%	20,403,998	20,256,124	20,274,867	20,291,115	19,420,188
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	9,021	24,077	3,358	40.4%	1,269	2,500	2,500	2,500	2,500
2.070 <i>Total Other Financing Sources</i>	9,021	24,077	3,358	40.4%	1,269	2,500	2,500	2,500	2,500
2.080 <i>Total Revenues and Other Financing Sources</i>	16,248,971	17,806,516	18,563,642	6.9%	20,405,267	20,258,624	20,277,367	20,293,615	19,422,688
Expenditures									
3.010 Personal Services	6,787,836	7,242,474	7,476,544	5.0%	7,899,133	8,237,690	8,645,574	9,098,853	9,421,207
3.020 Employees' Retirement/Insurance Benefits	3,462,565	3,434,179	3,735,978	4.0%	4,133,567	4,473,876	4,855,101	5,268,605	5,696,467
3.030 Purchased Services	2,290,136	2,833,175	3,382,051	21.5%	3,852,824	4,258,082	4,288,762	4,318,808	4,346,381
3.040 Supplies and Materials	341,972	546,392	562,445	31.4%	675,000	642,239	670,785	679,431	693,182
3.050 Capital Outlay	412,502	1,258,186	756,851	82.6%	2,100,000	1,500,000	1,200,000	750,000	500,000
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	72,000	75,000	79,000	4.8%	79,000	82,000	86,000	90,000	90,000
4.060 Interest and Fiscal Charges	47,256	45,235	41,571	-6.2%	41,572	37,712	33,706	29,506	29,506
4.300 Other Objects	265,253	273,602	279,050	2.6%	313,088	313,163	313,786	315,384	315,384
4.500 <i>Total Expenditures</i>	13,679,520	15,708,243	16,313,490	9.3%	19,094,184	19,544,762	20,093,714	20,550,587	21,092,127
Other Financing Uses									
5.010 Operating Transfers-Out	70,000	190,000	110,000	64.7%	1,110,000	610,000	110,000	110,000	110,000
5.020 Advances-Out									
5.030 All Other Financing Uses									
5.040 <i>Total Other Financing Uses</i>	70,000	190,000	110,000	64.7%	1,110,000	610,000	110,000	110,000	110,000
5.050 <i>Total Expenditures and Other Financing Uses</i>	13,749,520	15,898,243	16,423,490	9.5%	20,204,184	20,154,762	20,203,714	20,660,587	21,202,127
6.010 <i>Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses</i>	2,499,451	1,908,273	2,140,152	-5.8%	201,083	103,862	73,653	366,972-	1,779,439-

7.010	Cash Balance July 1 - Excluding Proposed Renewal/Replacement and New Levies	2,406,980	4,906,431	6,814,704	71.4%	8,954,856	9,155,939	9,259,801	9,333,454	8,966,482
7.020	Cash Balance June 30	4,906,431	6,814,704	8,954,856	35.1%	9,155,939	9,259,801	9,333,454	8,966,482	7,187,043
8.010	Estimated Encumbrances June 30	451,709	474,321	1,254,753	84.8%	1,317,509	900,000	900,000	900,000	900,000
	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	500,000	500,000	500,000		500,000	500,000	500,000	500,000	500,000
9.050	Debt Service									
9.060	Property Tax Advances									
9.070	Bus Purchases									
9.080	Subtotal	500,000	500,000	500,000		500,000	500,000	500,000	500,000	500,000
10.010	Fund Balance June 30 for Certification of Appropriations	3,954,722	5,840,383	7,200,103	35.5%	7,338,430	7,859,801	7,933,454	7,566,482	5,787,043
	Revenue from Replacement/Renewal Levies									
11.010	Income Tax - Renewal									
11.020	Property Tax - Renewal or Replacement									900,000
11.300	Cumulative Balance of Replacement/Renewal Levies									900,000
12.010	Fund Balance June 30 for Certification of Contracts, Salary Schedules and Other Obligations	3,954,722	5,840,383	7,200,103	35.5%	7,338,430	7,859,801	7,933,454	7,566,482	6,687,043
	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	3,954,722	5,840,383	7,200,103	35.5%	7,338,430	7,859,801	7,933,454	7,566,482	6,687,043

See accompanying summary of significant forecast assumptions and accounting policies

West Muskingum Schools

Five-Year Forecast Assumptions and Notes

For the Period July 1, 2024 Through June 30, 2029

Overview

The five-year forecast is a document that reflects three years of history and five years of estimates. It is a working document that changes as updated information becomes available or when any of the underlying assumptions significantly change. Forecasts by nature are not designed to be precise but are rather a tool to provide information to assist the District in its planning.

The Ohio Legislature advances the concept that school funding should be a state and local partnership. State and local funds are combined to fulfill the educational needs of our students. The ratio of state to local support is based upon demographics and community socioeconomic factors used in the calculation of the state funding formula. As a result of the diverse geographic population which exists within the West Muskingum Local School District, the state funding formula calculation dictates a heavy reliance on local funding from our taxpayer base.

The West Muskingum Local School District is located on one campus and includes the West Muskingum High School, West Muskingum Middle School and West Muskingum Elementary School. West Muskingum School District offers an excellent educational opportunity. The Board of Education continuously monitors the financial condition of the District and strives to make the best decisions for students in the face of an ever-changing future.

----Revenues----

General Property Tax (Real Estate) Line 1.010

The District receives real estate taxes from Muskingum and Licking Counties. Real estate taxes forecasted for FY2025 through FY2029 are based upon 100% collection rate, rather than the 94% rate that the County Auditor certifies. Muskingum County reappraisal occurred in 2024, with collection in 2025. Muskingum County triennial update will occur in 2027, with collection in 2028.

Real Estate revenues increased and are reflected in FY2025 and beyond, however, long-term planning must include conversations regarding the increased number of Muskingum County Board of Revision complaints filed and outstanding, as well as the property tax reform bills which are currently being fast tracked through the legislature.

The district's 10-year emergency levy, which generates approximately \$1,777,741 annually, expires calendar year 2027, collection 2028. FY2028 displays the final full year of revenue generated by the 2018 emergency levy. FY2029 recognizes the final half year of levy revenue. The revenue dollars generated throughout the ten-year period granted the district the ability to maintain the existing programs and services for student populations.

----Revenues continued----

Unrestricted Grants in Aid Line 1.035

State funding for schools is set every two years as part of the State of Ohio biennial budget. The FY2024-2025 biennial budget, HB33, expanded state funding through statewide base cost increases. The 2025-2026 biennial budget continues to make its way through the legislative process. The current forecast estimates state funding based upon what is currently known.

The formula continues to base the state formula for funding on a district's capacity to generate local revenues. Capacity is defined as property wealth, average income and median income of the residents of the district. State share funding for West Muskingum is currently funded at 31.6% for FY25.

Restricted Grants in Aid Lines 1.040

Restricted grants in aid includes funding allocated for Career Tech programs, Students Wellness and Success funds and Disadvantaged Pupil Impact Aid funds, Medicaid funding and Threshold Funding.

Property Tax Allocation Line 1.050

Property tax allocations reflected in line 1.050 include Rollback and Homestead Exemption. The amount of these reimbursements remains consistent with the allocation amounts reported by the Muskingum County Auditor's Office.

Other Revenues 1.060

Revenue sources in this line item include e-rate reimbursements, interest on bank deposits, tuition and other miscellaneous receipts.

All Other Financing Sources 2.060

All other financing sources include sale of fixed assets and insurance claim reimbursements.

---Expenditures---

West Muskingum per pupil expenditure for FY 2024 was \$8,678 which is below the State of Ohio per pupil expenditure of \$12,397. Enrollment patterns and trends are monitored and evaluated when determining expenditure estimates and appropriate resource allocations. The district is required to allocate resources in the most effective and efficient manner while still maintaining high academic standards.

The forecast for FY2020 through FY2024 reflects a combination of favorable one-time influences. Federal stimulus funding absorbed costs previously funded by the general fund. The federal stimulus absorbed costs will return to the general fund in FY24 and FY25, reflecting the addition of impactful expenditures.

Salaries/Personal Services 3.010

Based upon the Master Agreement between the West Muskingum Local School District Board of Education and the West Muskingum Education Association, effective July 1, 2022, the base salary

increased by 3.0%, 2.0% for 2023-24 and 2.0% for the 2024-2025 school year, in addition to the corresponding step increases. Forecasted increases for FY26 through FY29 are reflected based upon projected, four and one-half percent (4.5%) for the 2025-2026 school year, four and one-half percent (4.5%) for 2026-2027 and four and one-half percent (4.5%) for 2027-2028 school year, plus the corresponding step increases.

Benefits Line 3.020

For FY 2024, benefits are estimated based on the staff employed as reflected in Line 3.010 and the benefits to which they are entitled. These benefits include STRS and SERS retirement, medical, dental, vision and life insurance, workers' compensation, and Medicare.

Benefits Line 3.020 (continued)

The Board of Education is a member of the Ohio School Benefits Cooperative, an insurance consortium, with enrollment into a medical benefit program as a fully funded member. The Board of Education offers a triple option plan for employee healthcare, with a corresponding Flexible Spending Plan opportunity. Healthcare premiums increased 9.0% in January 2024, 8% effective January 2025 and an estimated 9% annually throughout the forecast.

Purchased Services Line 3.030

Purchased services include service agreements, utilities, building repairs and maintenance, bus repairs and maintenance, copier leases, meeting and mileage expenses, technology services and site licenses, and special education tuition and services.

Supplies and Materials Line 3.040

This line item includes instructional supplies, textbooks, online instructional curriculums, technology equipment, bus fuel, and maintenance supplies.

Capital Outlay Line 3.050

Capital maintenance needs are consistently reviewed and updated. This forecast period includes capital improvements and/or upgrades (bus and van replacements, maintenance and technology infrastructure).

Debt Service Payments Line 4.055 and 4.060

In July of 2005, the District entered into a lease-purchase financing agreement with the OASBO Expanded Asset Pooled Financing Program in order to complete the renovation and expansion of the middle school. The lease-purchase financing agreement is for \$1.8 million and is for a 27-year period from August 2005 through July 2032. Debt service payments are known with certainty and payments have been made timely.

Other Expenditures Line 4.300

Other expenditures include, but are not limited to, fees paid to the county auditor and treasurer to collect the District's property taxes, membership fees and the cost of the annual audit.