

**FAIRPORT HARBOR EX VILLAGE SD - LAKE COUNTY**  
**Schedule Of Revenue, Expenditures and Change in Fund Balances**  
**Actual and Forecasted Operating Fund**

|                                                                                                       |                                                                                          | ACTUAL              |                     |                     | FORECASTED                        |                     |                     |                     |                     |
|-------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------|---------------------|---------------------|---------------------|-----------------------------------|---------------------|---------------------|---------------------|---------------------|
|                                                                                                       |                                                                                          | Fiscal Year<br>2022 | Fiscal Year<br>2023 | Fiscal Year<br>2024 | Fiscal Year<br>2025               | Fiscal Year<br>2026 | Fiscal Year<br>2027 | Fiscal Year<br>2028 | Fiscal Year<br>2029 |
| <b>Revenue:</b>                                                                                       |                                                                                          |                     |                     |                     |                                   |                     |                     |                     |                     |
| 1.010                                                                                                 | General Property Tax (Real Estate)                                                       | 2,438,906           | 2,576,339           | 2,411,063           | 2,493,888                         | 2,527,563           | 2,527,690           | 2,527,816           | 2,527,943           |
| 1.020                                                                                                 | Tangible Personal Property Tax                                                           | 424,675             | 433,287             | 443,074             | 434,160                           | 387,826             | 387,826             | 387,826             | 387,826             |
| 1.030                                                                                                 | Income Tax                                                                               | -                   | -                   | -                   | -                                 | -                   | -                   | -                   | -                   |
| 1.035                                                                                                 | Unrestricted Grants-in-Aid                                                               | 4,227,890           | 4,446,917           | 4,976,697           | 4,844,507                         | 4,844,507           | 4,844,507           | 4,844,507           | 4,844,507           |
| 1.040                                                                                                 | Restricted Grants-in-Aid                                                                 | 339,208             | 419,721             | 562,119             | 752,154                           | 752,154             | 752,154             | 752,154             | 752,154             |
| 1.045                                                                                                 | Restricted Federal Grants-in-Aid                                                         | -                   | -                   | -                   | -                                 | -                   | -                   | -                   | -                   |
| 1.050                                                                                                 | State Share of Local Property Taxes                                                      | 342,706             | 318,226             | 285,531             | 294,835                           | 296,309             | 297,791             | 299,280             | 300,776             |
| 1.060                                                                                                 | All Other Revenues                                                                       | 293,331             | 454,871             | 509,494             | 698,288                           | 601,280             | 607,292             | 613,365             | 619,499             |
| 1.070                                                                                                 | <b>Total Revenues</b>                                                                    | <b>8,066,716</b>    | <b>8,649,361</b>    | <b>9,187,979</b>    | <b>9,517,832</b>                  | <b>9,409,638</b>    | <b>9,417,259</b>    | <b>9,424,947</b>    | <b>9,432,704</b>    |
| <b>Other Financing Sources:</b>                                                                       |                                                                                          |                     |                     |                     |                                   |                     |                     |                     |                     |
| 2.010                                                                                                 | Proceeds from Sale of Notes                                                              | -                   | -                   | -                   | -                                 | -                   | -                   | -                   | -                   |
| 2.020                                                                                                 | State Emergency Loans and Advancements                                                   | -                   | -                   | -                   | -                                 | -                   | -                   | -                   | -                   |
| 2.040                                                                                                 | Operating Transfers-In                                                                   | -                   | -                   | -                   | -                                 | -                   | -                   | -                   | -                   |
| 2.050                                                                                                 | Advances-In                                                                              | 13,317.00           | 11,795              | 5,028               | 0                                 | 100,000             | 50,000              | 50,000              | 50,000              |
| 2.060                                                                                                 | All Other Financing Sources                                                              | 3,814               | 712                 | 18,929              | 10,000                            | 1,000               | 1,000               | 1,000               | 1,000               |
| 2.070                                                                                                 | <b>Total Other Financing Sources</b>                                                     | <b>17,131</b>       | <b>12,507</b>       | <b>23,957</b>       | <b>10,000</b>                     | <b>101,000</b>      | <b>51,000</b>       | <b>51,000</b>       | <b>51,000</b>       |
| 2.080                                                                                                 | <b>Total Revenues and Other Financing Sources</b>                                        | <b>8,083,847</b>    | <b>8,661,868</b>    | <b>9,211,936</b>    | <b>9,527,832</b>                  | <b>9,510,638</b>    | <b>9,468,259</b>    | <b>9,475,947</b>    | <b>9,483,704</b>    |
| <b>Expenditures:</b>                                                                                  |                                                                                          |                     |                     |                     |                                   |                     |                     |                     |                     |
| 3.010                                                                                                 | Personnel Services                                                                       | 3,378,144           | 3,778,082           | 3,771,108           | 4,113,259                         | 4,238,706           | 4,456,670           | 4,470,231           | 4,576,281           |
| 3.020                                                                                                 | Employees' Retirement/Insurance Benefits                                                 | 1,426,310           | 1,442,414           | 1,599,189           | 1,846,143                         | 2,043,801           | 2,274,688           | 2,507,957           | 2,791,124           |
| 3.030                                                                                                 | Purchased Services                                                                       | 1,084,761           | 1,456,575           | 1,721,475           | 2,237,917                         | 2,427,609           | 2,670,370           | 2,937,407           | 3,231,147           |
| 3.040                                                                                                 | Supplies and Materials                                                                   | 196,626             | 219,650             | 172,086             | 301,149                           | 221,264             | 243,390             | 267,729             | 294,502             |
| 3.050                                                                                                 | Capital Outlay                                                                           | 20,928              | 28,685              | 54,436              | 118,670                           | 292,604             | 139,234             | 146,196             | 153,506             |
| 3.060                                                                                                 | Intergovernmental                                                                        | -                   | -                   | -                   | -                                 | -                   | -                   | -                   | -                   |
| <b>Debt Service:</b>                                                                                  |                                                                                          |                     |                     |                     |                                   |                     |                     |                     |                     |
| 4.010                                                                                                 | Principal-All (History 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                                                                            | 120,240             | 144,016             | 140,748             | 147,786                           | 152,219             | 156,786             | 161,490             | 166,334             |
| 4.500                                                                                                 | <b>Total Expenditures</b>                                                                | <b>6,227,009</b>    | <b>7,069,423</b>    | <b>7,459,043</b>    | <b>8,764,924</b>                  | <b>9,376,203</b>    | <b>9,941,139</b>    | <b>10,491,010</b>   | <b>11,212,895</b>   |
| <b>Other Financing Uses</b>                                                                           |                                                                                          |                     |                     |                     |                                   |                     |                     |                     |                     |
| 5.010                                                                                                 | Operating Transfers-Out                                                                  | 342,625             | 362,901             | 365,015             | 1,160,000                         | 172,000             | 185,200             | 199,720             | 215,692             |
| 5.020                                                                                                 | Advances-Out                                                                             | 11,795              | 5,028               | 0                   | 100,000                           | 50,000              | 50,000              | 50,000              | 50,000              |
| 5.030                                                                                                 | All Other Financing Uses                                                                 | -                   | -                   | -                   | -                                 | -                   | -                   | -                   | -                   |
| 5.040                                                                                                 | <b>Total Other Financing Uses</b>                                                        | <b>354,420</b>      | <b>367,929</b>      | <b>365,015</b>      | <b>1,260,000</b>                  | <b>222,000</b>      | <b>235,200</b>      | <b>249,720</b>      | <b>265,692</b>      |
| 5.050                                                                                                 | <b>Total Expenditures and Other Financing Uses</b>                                       | <b>6,581,428</b>    | <b>7,437,351</b>    | <b>7,824,058</b>    | <b>10,024,924</b>                 | <b>9,598,203</b>    | <b>10,176,339</b>   | <b>10,740,730</b>   | <b>11,478,587</b>   |
| <b>Excess of Rev &amp; Other Financing Sources over (under) Expenditures and Other Financing Uses</b> |                                                                                          | <b>1,502,419</b>    | <b>1,224,517</b>    | <b>1,387,878</b>    | <b>-497,092</b>                   | <b>-87,564</b>      | <b>-708,079</b>     | <b>-1,264,782</b>   | <b>-1,994,883</b>   |
| <b>Cash Balance July 1 - Excl Proposed Renewal/ Replacement and New Levies</b>                        |                                                                                          | <b>2,295,328</b>    | <b>3,797,747</b>    | <b>5,022,264</b>    | <b>6,410,142</b>                  | <b>5,913,050</b>    | <b>5,825,486</b>    | <b>5,117,406</b>    | <b>3,852,624</b>    |
| 7.020                                                                                                 | <b>Cash Balance June 30</b>                                                              | <b>3,797,747</b>    | <b>5,022,264</b>    | <b>6,410,142</b>    | <b>5,913,050</b>                  | <b>5,825,486</b>    | <b>5,117,406</b>    | <b>3,852,624</b>    | <b>1,857,741</b>    |
| 8.010                                                                                                 | Estimated Encumbrances June 30                                                           | 96,568              | 172,575             | 189,805             | 150,000                           | 150,000             | 150,000             | 150,000             | 150,000             |
| <b>Reservation of Fund Balance</b>                                                                    |                                                                                          |                     |                     |                     |                                   |                     |                     |                     |                     |
| 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                                                                                                | <b>Fund Balance June 30 for Certification of Appropriations</b>                          | <b>3,701,179</b>    | <b>4,849,689</b>    | <b>6,220,337</b>    | <b>5,763,050</b>                  | <b>5,675,486</b>    | <b>4,967,406</b>    | <b>3,702,624</b>    | <b>1,707,741</b>    |
| <b>Rev from Replacement/Renewal Levies</b>                                                            |                                                                                          |                     |                     |                     |                                   |                     |                     |                     |                     |
| 11.010                                                                                                | Income Tax - Renewal                                                                     |                     |                     | 0                   | 0                                 | 0                   | 0                   | 0                   | 0                   |
| 11.020                                                                                                | Property Tax - Renewal or Replacement                                                    |                     |                     | 0                   | 0                                 | 0                   | 0                   | 0                   | 0                   |
| 11.300                                                                                                | <b>Cumulative Balance of Replacement/Renewal Levies</b>                                  |                     |                     | <b>0</b>            | <b>0</b>                          | <b>0</b>            | <b>0</b>            | <b>0</b>            | <b>0</b>            |
| 12.010                                                                                                | <b>Fund Balance June 30 for Certification of Contracts, Salary and Other Obligations</b> | <b>3,701,179</b>    | <b>4,849,689</b>    | <b>6,220,337</b>    | <b>5,763,050</b>                  | <b>5,675,486</b>    | <b>4,967,406</b>    | <b>3,702,624</b>    | <b>1,707,741</b>    |
| <b>Revenue from New Levies</b>                                                                        |                                                                                          |                     |                     |                     |                                   |                     |                     |                     |                     |
| 13.010                                                                                                | Income Tax - New                                                                         |                     |                     | 0                   | 0                                 | 0                   | 0                   | 0                   | 0                   |
| 13.020                                                                                                | Property Tax - New                                                                       |                     |                     | 0                   | 0                                 | 0                   | 0                   | 0                   | 0                   |
| 13.030                                                                                                | <b>Cumulative Balance of New Levies</b>                                                  |                     |                     | <b>0</b>            | <b>0</b>                          | <b>0</b>            | <b>0</b>            | <b>0</b>            | <b>0</b>            |
| 14.010                                                                                                | Revenue from Future State Advancements                                                   |                     |                     |                     |                                   |                     |                     |                     |                     |
| 15.010                                                                                                | <b>Unreserved Fund Balance June 30</b>                                                   | <b>3,701,179</b>    | <b>4,849,689</b>    | <b>6,220,337</b>    | <b>5,763,050</b>                  | <b>5,675,486</b>    | <b>4,967,406</b>    | <b>3,702,624</b>    | <b>1,707,741</b>    |
|                                                                                                       |                                                                                          |                     |                     |                     |                                   |                     |                     |                     |                     |
|                                                                                                       |                                                                                          |                     |                     |                     | 90 Days Unencumbered Expenditures | \$ 2,506,231        | \$ 2,399,551        | \$ 2,544,085        | \$ 2,685,182        |
|                                                                                                       |                                                                                          |                     |                     |                     |                                   |                     |                     | \$ 2,869,647        |                     |

Comments: See accompanying notes for assumptions.



# **FAIRPORT HARBOR**

**EXEMPTED VILLAGE SCHOOL DISTRICT**

*Anchored in Community & Illuminating Futures*

329 Vine Street Fairport Harbor, OH 44077 • 440- 354- 5400 • [www.fhevs.org](http://www.fhevs.org)

## **Five-Year Forecast Assumptions FY25-29 (Summary)** **Submitted May 2025**

### **The District:**

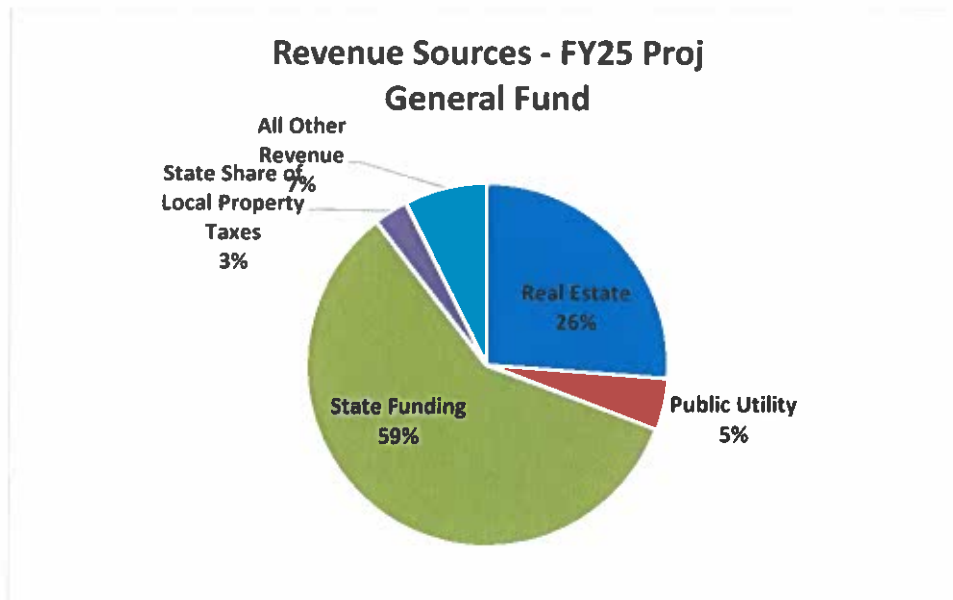
Fairport Harbor Schools is a district grounded firmly in rich history and tradition. As a school district that has been educating young minds since the first brick school building was built in 1876, Fairport has had a significant place in the history of Lake County, Ohio.

Today, the schools of Fairport Harbor look much different than they did in the 1870s. The educational program is structured to cultivate the whole child and to meet the needs of our diverse population of learners. Their small size allows them to provide students with a personalized education similar to that of a private school atmosphere. The close-knit family experience is nurtured through the personalized teacher's attention that all students receive. The teachers are masterful, reflective, professionals that are committed to providing an exceptional education to every child. They are committed to developing a collaborative educational experience that meets the needs of all students and develops young minds with preparedness for the 21st-century workforce

### **Overview:**

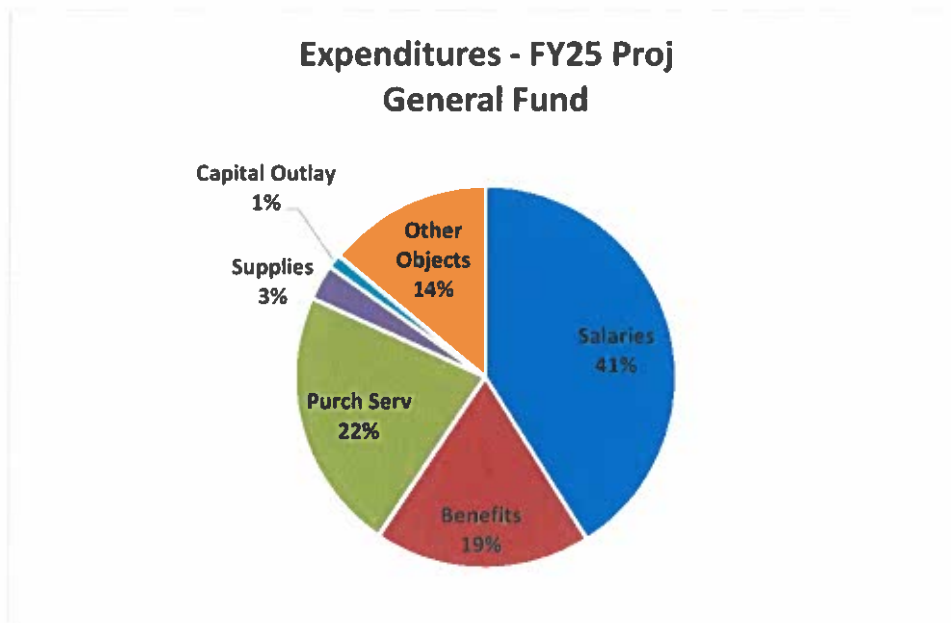
This financial forecast for the general operating fund is prepared according to the requirements legislated by HB412 and the district has prepared financial forecasts as a routine for many years and believes it is a valuable management tool. This forecast is an estimate of the most probable financial position, results of operations and changes in financial position for the five-year period. "Most probable" means that the assumptions have been evaluated by management and that the forecast is based upon 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.

### **Summary Notes:**

**Revenue:**

- The sexennial update for Lake County was completed in 2024 which resulted in a 30.93% increase in valuation. The overall total district property assessed valuation for calendar year 2024 – collection 2025 is \$92,741,110. Estimates for FY26 and beyond are based on the Lake County Auditor certification of 94% of the total property valuation.
- The projected tax revenue does incorporate the reduction due to the November 8, 2022 voter approval of a substitute levy, which combined two emergency levies. At the time of approval, this was the equivalent of a 1.5 mill reduction.
- Fairport's current inside millage is 5.24 mills. The district's total voted millage is 80.88 mills; however, due to HB 920 tax reduction factor, we are collecting on 28.197107 mills.
- HB59 removed property rollback reimbursement on any new levies approved in November 2013 and thereafter. However, local tax collections will offset on any new levies. *Please note, all current rollback and homestead credits remain intact with the recent substitute levy approval.*
- The Ohio House of Representatives passed HB187 on October 11<sup>th</sup>. This bill is known as the Ohio Homeowners Relief Act, it is a legislative response to the recent significant increases in property values resulting in much higher property taxes. On December 7, 2023, the Ohio Senate passed HB187, providing immediate property tax relief for eligible seniors and disabled veteran.
- HB187 increases the income eligibility amount from \$36,100 to \$75,000. Increasing the exemption amount and expanding eligibly provides direct tax relief to those most impacted by rising property valuations.

- Property reform is very much in full force and a main focus of current legislators. Currently there are 14 pending pieces of legislation in the Ohio Legislature that seeks to limit growth of local property taxes.
- Foundation levels in FY2025 are projected at the current funding levels provided by the Ohio Department of Education & Workforce and the Office of Budget and Management. FY2026-2029 are reflected to remain flat awaiting the final passage of HB96, the biennial budget. Also, shown in this line item are casino revenue.
- Unrestricted/Restricted Grants-in-Aid levels are reflecting years three and four of the six-year phase-in of the **Fair School Funding Plan**. The **Fair School Funding Plan** is a system for funding schools that can be broken down into three main components: the base cost; the state and local share; and additional targeted assistance/categorical aid.
- In HB96, years five and six of the phase in will not occur; instead, there is a bridge formula and a slight per student base cost increase of \$20 in FY2026 and \$30 in FY2027.
- Currently, the funding formula implements “direct” funding for Community Schools, STEM Schools, Scholarship programs and Open Enrollment which means the funds are sent to where the students are educated vs. where they reside. This change will affect both the revenue and expenditures for school districts.
- Additionally, the budget bill moved the Student Wellness funding from fund 467 into the general fund. It is deemed restricted funding and is shown in Line 1.045 of the forecast.
- All other revenues consist of rental income, miscellaneous receipts but largely interest income. After years of dismal interest rates, we have realized a substantial increase in our interest income. However, in an USA Today article, the Federal Open Market Committee (FOMC) projects fed funds rate of just 3-4% by the end of 2025 and 2.9% at year-end 2026 and 2027.
- As stated previously, open enrollment is being funded differently under the new state funding model and; therefore, is now reflected in Line 1.040.

**Expense:**

- In spring, 2024, the Fairport Harbor Education Association and the Fairport Harbor Board of Education ratified a three (3) year contract that expires June 30, 2027. The terms and conditions as it relates to salaries and benefits has been projected for the length of the contract.
- FY2025 estimates reflect an increase in **salaries and benefits** are 9.07% and 15.44% respectively. FY2028 and beyond a 2.5% increase due to step and educational advancement.
- In March 2021, the Lake County School Healthcare Council approved that the rate-setting period coincide with the Benefit Period of January 1<sup>st</sup> to December 31<sup>st</sup>, effective January 1, 2022. Therefore, going forward we will realize a mid-year premium rate change.
- For FY2025, estimates reflect a 6.54% increase in premiums from July-December, 2024 and a 22% increase from January-June, 2025. The second half of FY2026 and all remaining years are projected with a conservative 15% increase based on LCSC consortium actuarial projections, industry and inflationary trends.
- Purchased Services is reflecting the impact due to the ***Fair School Funding Plan*** that funds students where they are educated vs. where they reside. This means that open enrollment-out and community school students are no longer being deducted from the monthly funding settlements.
- For FY2025, Purchased Services has been projected with a 30% increase when compared to FY2024. I attribute this to the ongoing inflationary increases and moving, selling and storage services necessary for the building moves. The remaining years are reflecting a 10% inflationary increase and the anticipated cost increases of operating a new building.

- For FY2025, Supplies has been projected with a 75% increase when compared to FY2024. I attribute this to the ongoing inflationary increases and one-time materials and supplies necessary for the building moves along with a substantial one-time textbook adoption. FY2026-FY2029 reflect a 10% inflationary increase as well as a budget for an ongoing textbook adoption cycle to avoid large one-time financial “hits.”
- For FY2025, Capital Outlay has been projected with a 118% increase compared to FY2024 due to the implementation of a five-year technology replacement plan that was instituted in FY2024 and going forward. FY2026-FY2029 reflect a 5% inflationary increase.
- Other objects include expenditures such as liability insurance, county auditor fees, state auditor fees, membership dues and other miscellaneous expenditures.
- Advances are paid out in the current fiscal year to avoid any deficit fund balances at year-end. The advances are returned the following fiscal year. The result is a net of zero. (i.e.: refer to line 5.02 in fiscal year 2024 and line 2.05 in fiscal year 2025)
- Operating Transfers-Out are estimates for Capital Improvement (FY2025 only), Student Activity and/or Athletic deficit balances at year-end.
- It cannot be emphasized enough the effect student enrollment will have on district allocations of state funding under the new funding model. Since its inception, the district has been seen a continued trend of declining enrollment. We will need to make enrollment a priority for FY2026 and future years. Unfortunately, the district cannot react as quickly to change staffing levels mid-year without a major disruption to the educational process. The forecast will continue to be re-evaluated once the actual level of state revenue for the year is known. The Board has committed to 90 days of unencumbered expenditures at year-end. Based on the current projections, this occurs 4 out of the 5 years. As always, the district is dedicated to maintain student programming and provide educational, social and emotional support to students. It is important to keep in mind, that it is a living document and is constantly changing. It is a snapshot of the district's financial condition at a point in time based on assumptions.

