

GENERAL FUND
FIVE YEAR FORECAST
JULY 1, 2025, THROUGH JUNE 30, 2030
OCTOBER 13, 2025
PRESENTED BY JULIO VALLADARES, MBA,
TREASURER/CFO



PURPOSES AND OBJECTIVES OF THE FORECAST

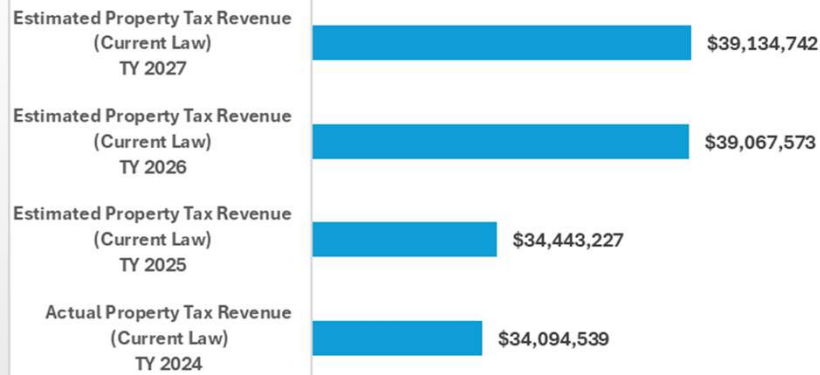
- To engage the Board of Education in long range planning and discussions of financial issues facing the school district.
- To paint a picture of the future based upon a snapshot of today while serving as a key management tool and should be updated periodically.
- To serve as a basis for determining the school district's ability to sign the certificate required by O.R.C. 5705.412, commonly known as the "412 certificate".
- To provide a method for the Ohio Department of Education and Auditor of State to identify school districts with potential financial problems.

FORECAST OVERVIEW

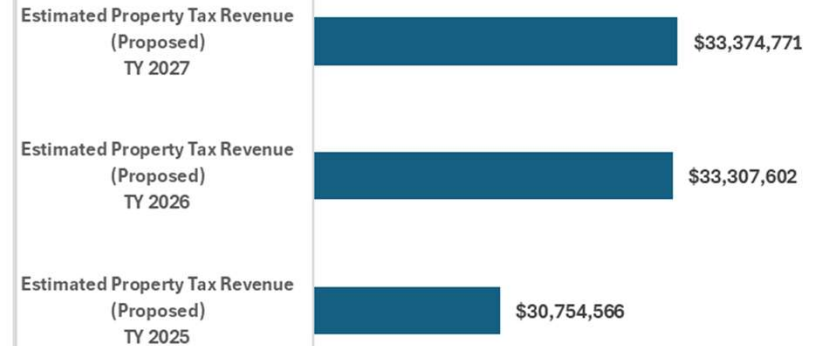
- The changes in school funding have been estimated with the information we have available
- Biennial States budgets for FY26-27 and FY28-29 are unknown.
 - Pending Biennial state budget key factors:
 - Inside millage elimination
 - Property tax credit
 - County budget commission authority
 - Levy restrictions
- **Other potential federal grant eliminations**
 - Potential elimination of federal funding for Title II-A (PD), Title III (ESL), and Title IV (Wraparound). This could represent a loss of funding of over \$685K annually.
- Expenditures are outpacing revenues starting this current fiscal year (FY25), therefore decreasing cash balance.

PRE-FORECAST

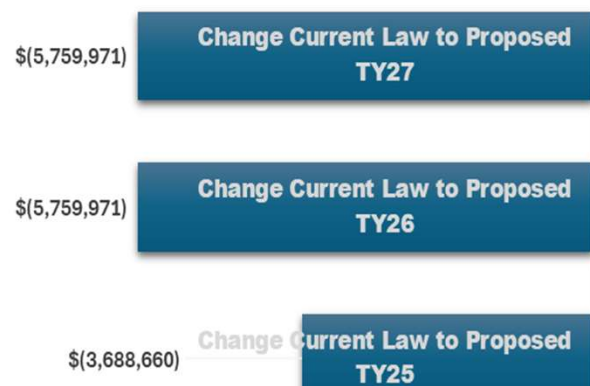
Newark City SD



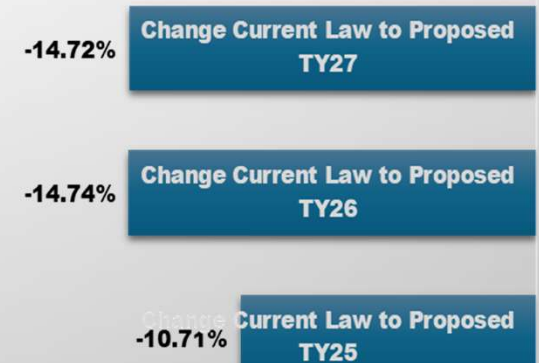
Newark City SD



Newark City SD



Newark City SD

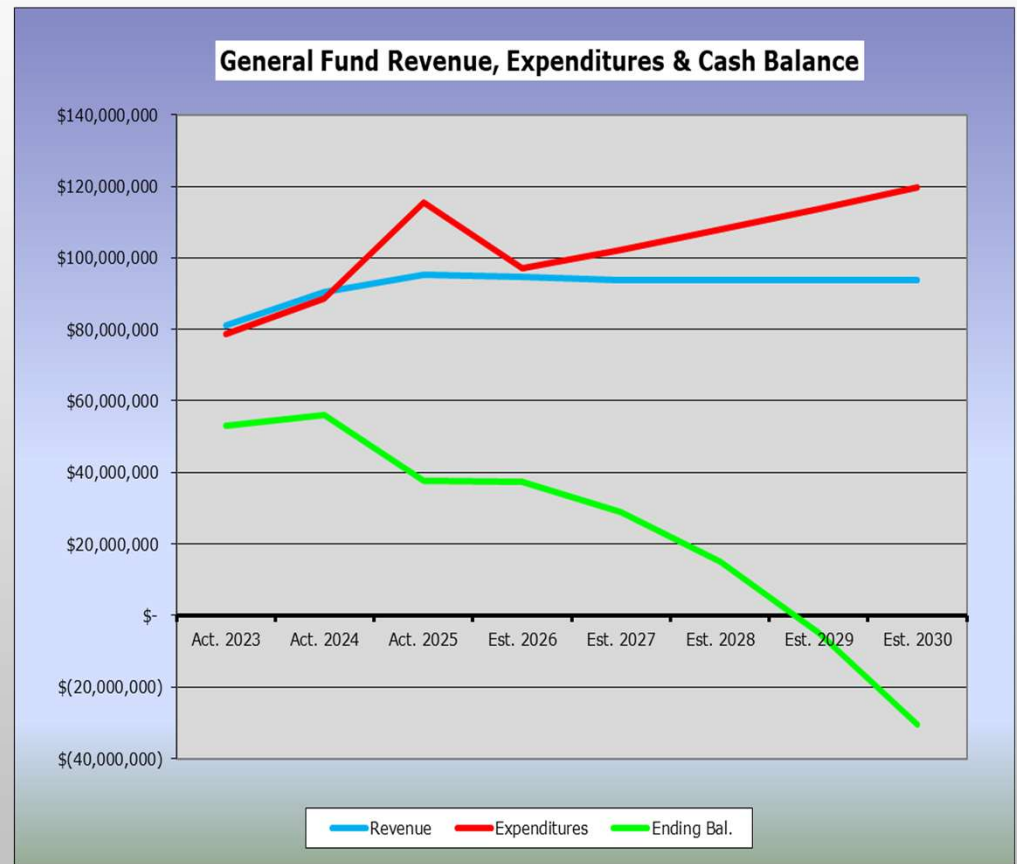


FORECAST

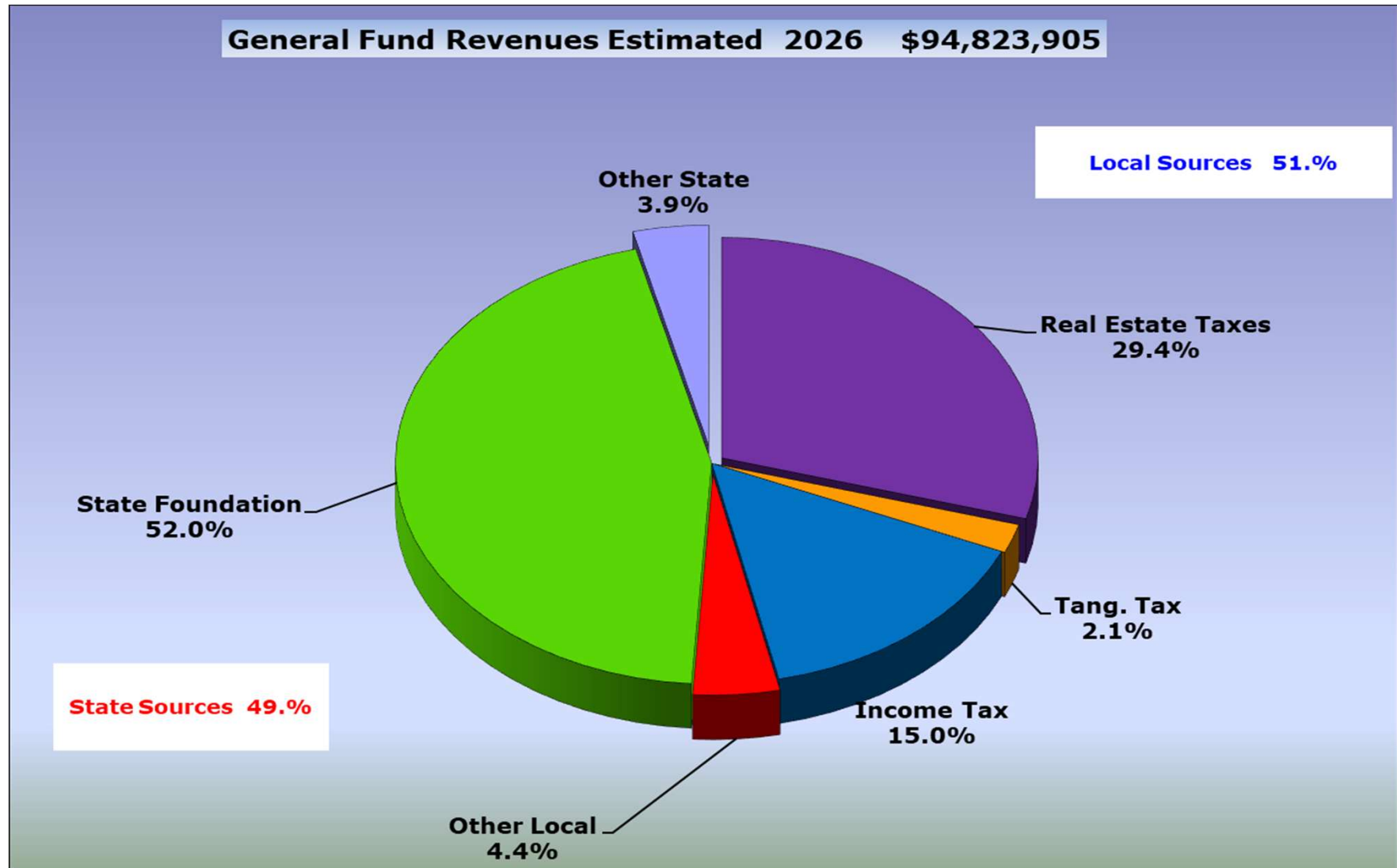
	Actual			Forecasted				
	Fiscal Year 2023	Fiscal Year 2024	Fiscal Year 2025	Fiscal Year 2026	Fiscal Year 2027	Fiscal Year 2028	Fiscal Year 2029	Fiscal Year 2030
Total Revenues	81,752,541	91,564,358	96,954,832	96,621,195	94,076,641	93,844,066	93,836,519	93,900,747
Total Expenditures	78,560,941	88,601,192	115,364,517	97,089,972	102,318,231	107,797,205	113,610,150	119,777,217
	3,191,600	2,963,166	(18,409,685)	(468,777)	(8,241,590)	(13,953,139)	(19,773,631)	(25,876,470)
Cash Balance July 1 - Excluding Proposed Renewal/Replacement and New Levies	49,970,418	53,162,018	56,125,184	37,715,499	37,246,722	29,005,133	15,051,993	(4,721,638)
Cash Balance June 30	53,162,018	56,125,184	37,715,499	37,246,722	29,005,133	15,051,993	(4,721,638)	(30,598,107)
Reservations	3,665,484	3,856,277	4,450,790	4,450,790	4,450,790	4,450,790	4,450,790	4,450,790
Cumulative Balance of Replacement/Renewal Levies	0	0	0	0	0	0	0	0
Unreserved Fund Balance June 30	49,496,534	52,268,907	33,264,709	32,795,932	24,554,343	10,601,203	(9,172,428)	(35,048,897)

REVENUE VS. EXPENDITURE

- EXPENSES EXCEED
REVENUES STARTING IN
FY25



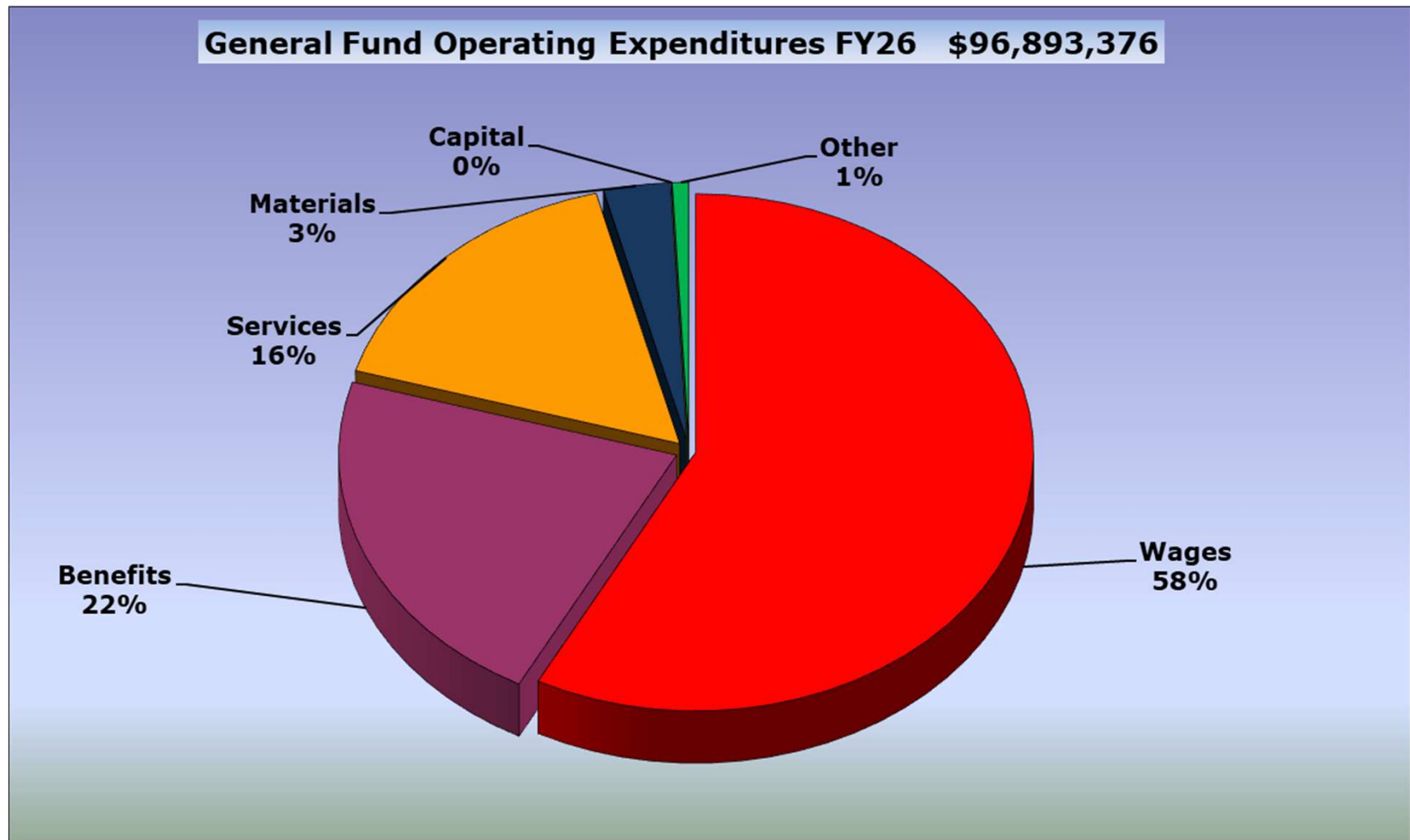
EST. GENERAL FUND REVENUE SOURCES FY26



CHALLENGES TO OPERATING REVENUE

- INCREASING LOCAL REVENUES
 - REAL ESTATE PROPERTY TAXES (NEW DEVELOPMENT)
 - JOB CREATIONS (INCOME TAXES)
 - STATE BUDGETS UNCERTAINTY
- SIGNIFICANT CHANGES TO SCHOOL FUNDING (HB96) REPRESENT FUTURE UNCERTAINTY TO THE DISTRICT'S OPERATIONS.
 - STATE BIENNIAL BUDGET FOR FY26-27 & FY27-28

EST. GENERAL FUND EXPENDITURES FY26



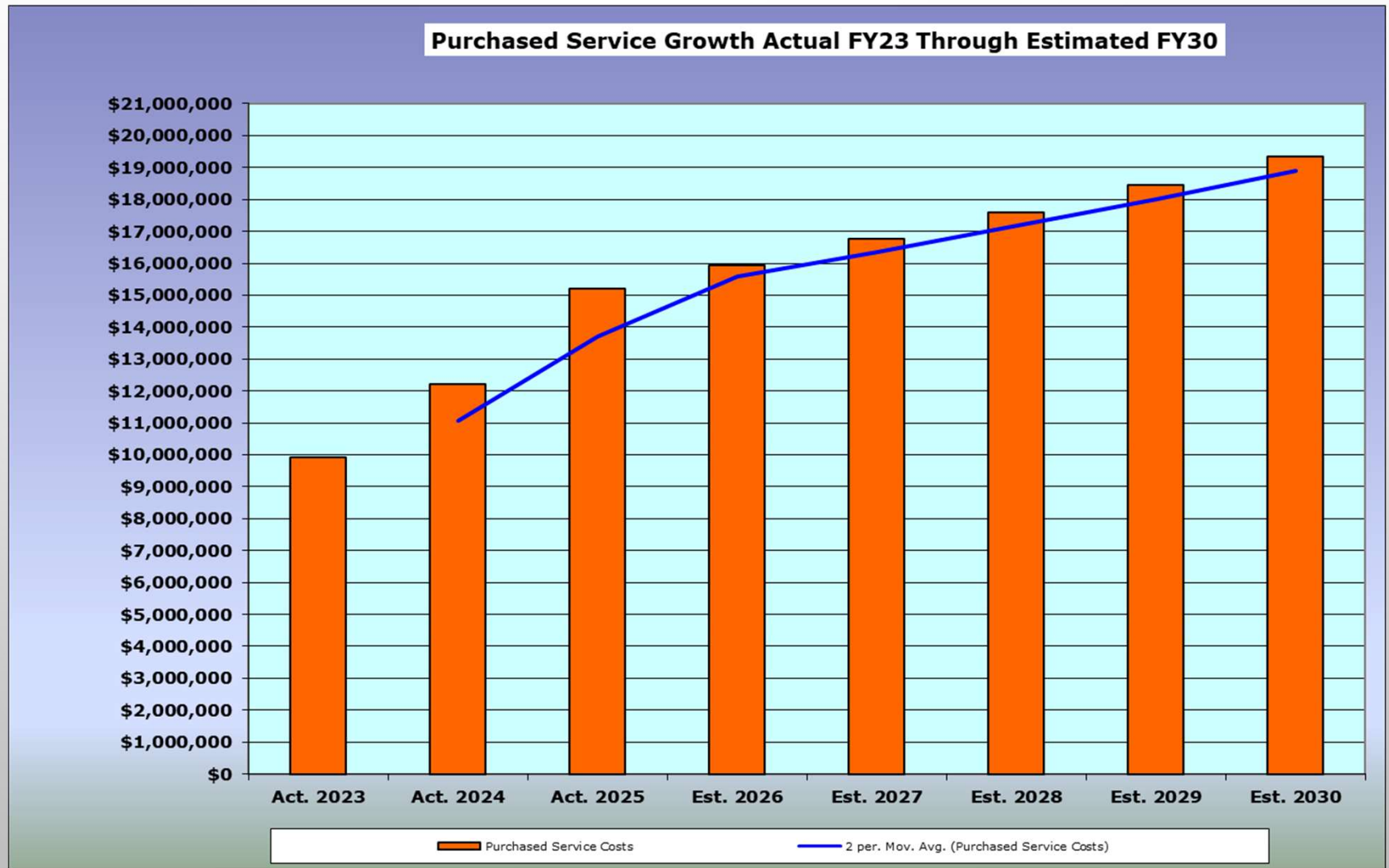
- ▶ • District Wages and benefits Estimate is 80%

CHALLENGES TO OPERATING EXPENDITURES

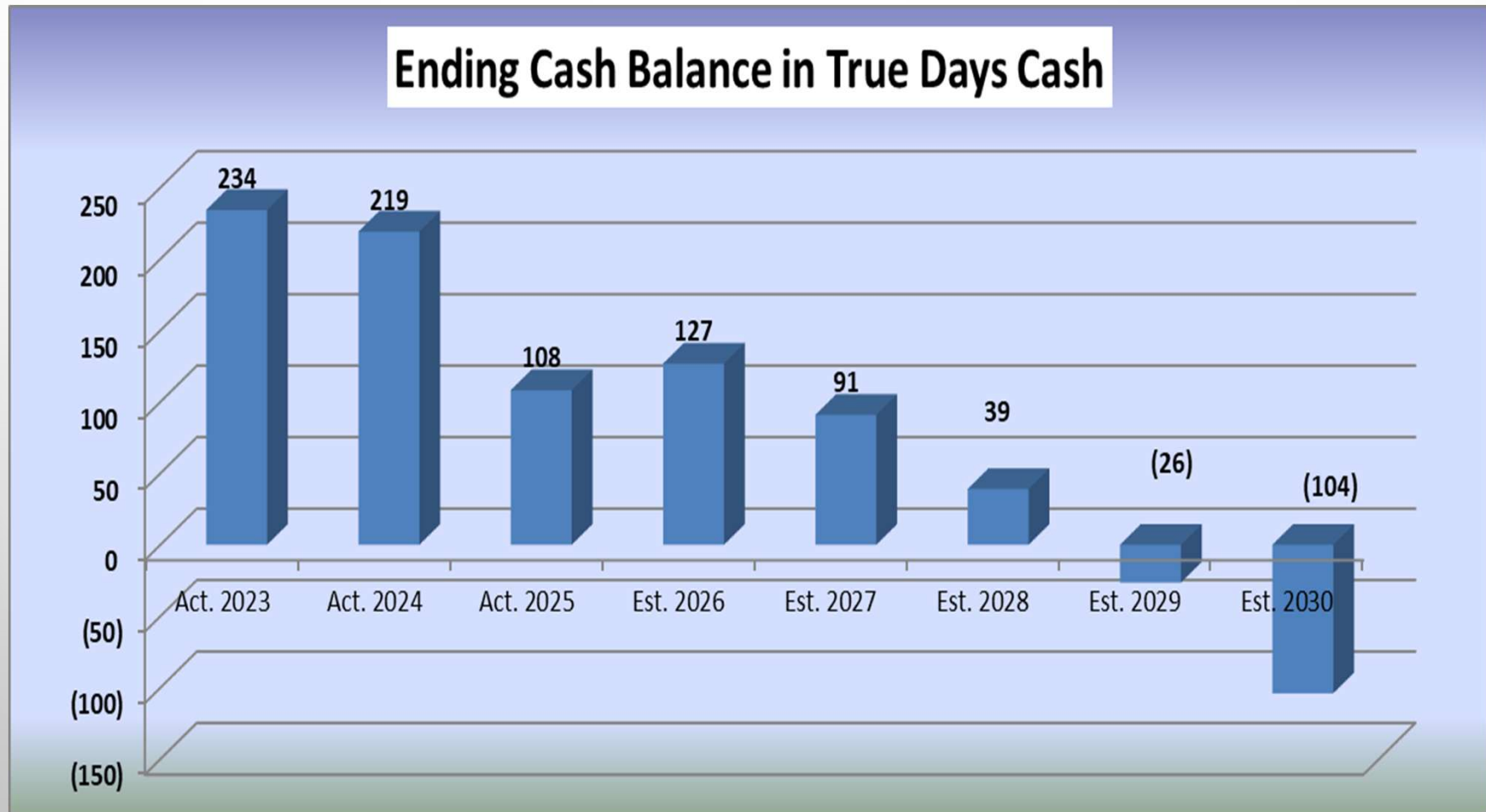
- VOLATILITY AND UNCERTAINTY OF THE ECONOMY
 - INCREASING COST OF SUPPLIES AND MATERIALS
- FUTURE WAGES NEGOTIATIONS
- HIGH COSTS FOR HEALTH BENEFITS
 - MEDICAL AND DENTAL COST CONTROL MEASURES
- HIGH COSTS FOR PROFESSIONAL INSTRUCTIONAL/SUPPORT SERVICES
 - RELATED SERVICES LIKE SPEECH, PHYSICAL THERAPY, PSYCHOLOGY, ETC..
 - CURRICULUM BASED PROGRAMS
- AGING SCHOOL BUILDINGS

14+ YEARS = BEGIN MAINTENANCE UPGRADES

PURCHASED SERVICES TREND



ENDING CASH BALANCE



30 Day Cash Balance is a responsible target to end year

CONCLUSION

- CONTINUE TO LOOK AT PROGRAMS AND IMPLEMENT COST MEASURES TO ACHIEVE SUSTAINABILITY
- MONITOR THE NEXT 2 STATE BIENNIAL BUDGET DELIBERATIONS, WHILE CONTINUING TO OPERATE CONSERVATIVELY
- CONTINUE TO LOOK AT THE COSTS OF MEDICAL AND DENTAL BENEFITS
 - IMPLEMENT WELLNESS INITIATIVES
 - IMPLEMENT CHANGES IN PLAN BENEFIT STRUCTURES