

MID-EAST CAREER AND TECHNOLOGY CENTERS

**Current Year Budget and Subsequent Three-Year
Financial Forecast**

February 2026
For Fiscal Years Ending June 30, 2026 through 2029

Mid-East Career and Technology Centers
 Schedule Of Revenue, Expenditures and Changes In Fund Balances
 For the Fiscal Years Ended June 30, 2023, 2024 and 2025 Actual
 Forecasted Fiscal Years Ending June 30, 2026 Through 2029

	ACTUAL			FORECASTED			
	Fiscal Year 2023	Fiscal Year 2024	Fiscal Year 2025	Fiscal Year 2026	Fiscal Year 2027	Fiscal Year 2028	Fiscal Year 2029
Revenue:							
1.010 - General Property Tax (Real Estate)	6,660,022	6,729,904	7,757,339	8,587,324	8,499,292	8,334,268	7,998,892
1.020 - Public Utility Personal Property	3,920,850	4,144,332	5,441,096	4,716,980	4,309,802	4,329,012	4,339,812
1.030 - Income Tax	-	-	-	-	-	-	-
1.035 - Unrestricted Grants-in-Aid	6,431,188	7,352,581	8,082,831	8,934,624	10,608,587	10,814,063	10,692,148
1.040 - Restricted Grants-in-Aid	3,082,717	3,546,208	4,867,692	4,605,419	5,032,537	5,125,233	5,079,307
1.045 - Restricted Federal Grants-in-Aid - SFSF	-	-	-	-	-	-	-
1.050 - State Share of Local Property Taxes	835,775	861,856	980,552	1,081,113	1,100,854	1,202,690	1,290,616
1.060 - All Other Operating Revenues	762,005	1,397,654	1,551,672	643,562	540,968	519,503	499,112
1.070 - Total Revenue	21,692,558	24,032,535	28,681,183	28,569,022	30,092,040	30,324,769	29,899,887
Other Financing Sources:							
2.010 - Proceeds from Sale of Notes	-	-	-	-	-	-	-
2.020 - State Emergency Loans and Advancements	-	-	-	-	-	-	-
2.040 - Operating Transfers-In	-	-	-	-	-	-	-
2.050 - Advances-In	-	-	-	-	-	-	-
2.060 - All Other Financing Sources	75,971	53,982	3,926	104,252	12,000	12,000	12,000
2.070 - Total Other Financing Sources	75,971	53,982	3,926	104,252	12,000	12,000	12,000
2.080 - Total Revenues and Other Financing Sources	21,768,528	24,086,517	28,685,109	28,673,273	30,104,039	30,336,769	29,911,887
Expenditures:							
3.010 - Personnel Services	10,409,977	10,873,162	11,804,365	13,002,060	14,642,969	15,630,283	16,209,906
3.020 - Employees' Retirement/Insurance Benefits	4,317,854	4,841,533	5,393,884	5,938,622	7,119,543	7,847,865	8,577,451
3.030 - Purchased Services	1,795,622	1,962,728	2,351,797	2,866,896	3,154,700	3,319,910	3,454,245
3.040 - Supplies and Materials	809,650	814,828	816,568	912,480	1,138,102	1,185,433	1,198,608
3.050 - Capital Outlay	362,511	404,420	752,187	905,736	1,049,887	822,625	841,217
3.060 - Intergovernmental	-	-	-	-	-	-	-
Debt Service:							
4.010 - Principal-All Years	-	-	-	-	-	-	-
4.020 - Principal - Notes	-	-	-	-	-	-	-
4.030 - Principal - State Loans	-	-	-	-	-	-	-
4.040 - Principal - State Advances	-	-	-	-	-	-	-
4.050 - Principal - HB264 Loan	-	-	-	-	-	-	-
4.055 - Principal - Other	-	-	-	-	-	-	-
4.060 - Interest and Fiscal Charges	-	-	-	-	-	-	-
4.300 - Other Objects	385,492	348,861	450,854	451,359	472,839	483,525	494,453
4.500 - Total Expenditures	18,081,106	19,245,532	21,569,655	24,077,153	27,578,039	29,289,641	30,775,879
Other Financing Uses							
5.010 - Operating Transfers-Out	1,146,168	5,048,816	28,751,807	3,650,000	3,650,000	3,650,000	3,650,000
5.020 - Advances-Out	-	-	-	-	-	-	-
5.030 - All Other Financing Uses	-	-	-	-	-	-	-
5.040 - Total Other Financing Uses	1,146,168	5,048,816	28,751,807	3,650,000	3,650,000	3,650,000	3,650,000
5.050 - Total Expenditures and Other Financing Uses	19,227,275	24,294,347	50,321,462	27,727,153	31,228,040	32,939,641	34,425,880
Excess of Rev & Other Financing Uses Over (Under)							
6.010 - Expenditures and Other Financing Uses	2,541,254	(207,831)	(21,636,354)	946,120	(1,124,000)	(2,602,872)	(4,513,993)
Cash Balance July 1 - Excluding Proposed Renewal/							
7.010 - Replacement and New Levies	29,808,619	32,349,873	32,142,042	10,505,688	11,451,808	10,327,808	7,724,936
7.020 - Cash Balance June 30	32,349,873	32,142,042	10,505,688	11,451,808	10,327,808	7,724,936	3,210,943
8.010 - Estimated Encumbrances June 30	271,757	1,102,191	175,000	175,000	175,000	175,000	175,000
Reservations of Fund Balance:							
9.010 - Textbooks and Instructional Materials	-	-	-	-	-	-	-
9.020 - Capital Improvements	-	-	-	-	-	-	-
9.030 - Budget Reserve	-	-	-	-	-	-	-
9.040 - DPIA	-	-	-	-	-	-	-
9.050 - Debt Service	-	-	-	-	-	-	-
9.060 - Property Tax Advances	-	-	-	-	-	-	-
9.070 - Bus Purchases	-	-	-	-	-	-	-
9.080 - Subtotal	-	-	-	-	-	-	-
Fund Balance June 30 for Certification							
10.010 - of Appropriations	32,078,116	31,039,852	10,330,688	11,276,808	10,152,808	7,549,936	3,035,943
Rev from Replacement/Renewal Levies							
11.010 - Income Tax - Renewal	-	-	-	-	-	-	-
11.020 - Property Tax - Renewal or Replacement	-	-	-	-	-	-	-
11.030 - Cumulative Balance of Replacement/Renewal Levies	-	-	-	-	-	-	-
Fund Balance June 30 for Certification							
12.010 - of Contracts, Salary and Other Obligations	32,078,116	31,039,852	10,330,688	11,276,808	10,152,808	7,549,936	3,035,943
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	32,078,116	31,039,852	10,330,688	11,276,808	10,152,808	7,549,936	3,035,943

FORECAST ASSUMPTIONS FOR FEBRUARY 2026

REVENUES

Line 1.010 - Real Estate Taxes	Updates and reappraisals have been at historic record highs. 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. The inflationary cap from HB186 will give tax credits to homeowners which will directly affect the District beginning in FY2027.
Line 1.020 - Tangible Personal Property	Rockies Express settled in 2024 at 28% of the requested reduction. Their delinquencies were paid in Fiscal Year 2025. Payments have been made by Rover based on appealed values for several years. The courts ruled Rover at 17% of their requested value. However, Rover has filed another appeal in Franklin County which starts the process over and there is no anticipated outcome at this point. Valuations are anticipated to increase slightly with continued reinvestment in infrastructure. However, HB15 will affect the valuation of PUPP beginning in FY2027 with about 1/4th valuation.
Line 1.035 - Unrestricted Grants in Aid	The 2026-2027 biennium budget continued the phase-in percentages of the school funding formula. For 2026, the phase-in is 83.33%. In 2027, it will be phased in at 100%. However, the budget did not include an increase of the base cost inputs which remain at 2022 levels. The assumption is there will be no increase in base cost inputs in 2028-2029. The District has experienced an increase in enrollment for 2026 and expects higher enrollment in 2027 with a new program being introduced as senior only which will go to junior/senior enrollment in 2028. In addition, several satellite programs are assumed to be added in FY2027 through the remaining of the forecast. HB186 negatively affects the funding formula as it caps the growth in valuation for tax payments, however does not cap the inflation for the funding formula which causes "phantom revenue" that the District doesn't actually receive.
Line 1.040 Restricted Grants in Aid	Included in this number is the career technical funding which expects to remain strong with a new program and satellites, student wellness and DPIA (disadvantaged pupil impact aid). Career Awareness is also included in here. DPIA phase-in is the same as Base Cost in the unrestricted line. In FY2025 Mid-East chose to go CEP (Community Eligibility Provision) and it assumed we will remain CEP through the forecast. Career Awareness funding was reduced from \$10/pupil to \$3/per pupil and that is the assumption throughout the forecast.
Line 1.050 State Reimbursement for Property Tax Credits	Reimbursement tax credits have increased relative to increased values. Overall, these reimbursements have remained relatively constant. HB186 will begin to phase out the 10% nonbusiness credit for non-owner-occupied residential properties but expands the owner occupancy tax credits.

EXPENDITURES

Line 3.010 - Personnel Services	The District negotiated contracts for the period FY2026-FY2028. Therefore the percentage raise will be per negotiated agreement. For FY2029, an assumed raise is calculated. With the increased enrollment and addition of a new program, several new staff members will be added. In addition, the District will be adding a number of satellite programs from our member districts which will include the staff of those satellites.
Line 3.020 - Employee Retirement/ Insurance Benefits	Retirement, Medicare and Worker's Compensation is calculated directly from salaries. The District is going through a difficult claims experience period. The District received a 9.25% increase in insurance in FY2026. The large claims are not expected to decrease. Therefore, a 12% increase is anticipated in the remainder of the contract. A 2% increase is assumed for Dental and Life insurance throughout the forecast.
Line 3.030 Purchased Services	There is a 2.26% increase (5-year Federal Reserve Inflation rate) built in for contracted services due to employee costs and a 10% increase in utility costs due to increased costs and expansion of facilities. There was \$500,000 added for high school CDL costs in 2026 which continues throughout the forecast. An increase was built in for continued increase in CCP costs, bussing support and insurance costs. An increase in purchased services for 2027-2029 is included for a new program and satellite programs.
Line 3.040 Supplies and Materials	For 2027-2029, the same 2.26% Federal Reserve inflationary increase is built in for supplies. The District anticipates a paving project in alternating years between the two campuses throughout the forecast. An increase in supplies in 2027-2029 is included for a new program as well as new satellite programs.
Line 3.050 Capital Outlay	FY2026 includes several one-time capital purchases such as classroom furniture, a new vehicle, a school bus, carpeting and furniture in offices. These will be offset in 2027 with new servers on the Zanesville Campus and an additional vehicle. The same 5-year Federal Reserve inflationary 2.26% each year is assumed. In addition to this, there are added costs built in for 2027-2029 for the added program as well as the numerous satellite programs.
Line 5.010 Operating Transfers Out	This line reflects transfers out of the general fund. Potential transfers out are to cover negative balances in the lunchroom fund and HB 1 Fee transfers. FY2026 transfers also include required transfers to the 004 and 010 funds for an OFCC amended project from 2009. The District plans to continue the transfer of funds into the capital project fund supporting the District's Capital Projects Plan, when possible. This is shown 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 and Technology Centers
Schedule Of Revenue, Expenditures and Changes In Fund Balances
For the Fiscal Years Ended June 30, 2023, 2024 and 2025 Actual
Forecasted Fiscal Years Ending June 30, 2026 Through 2029

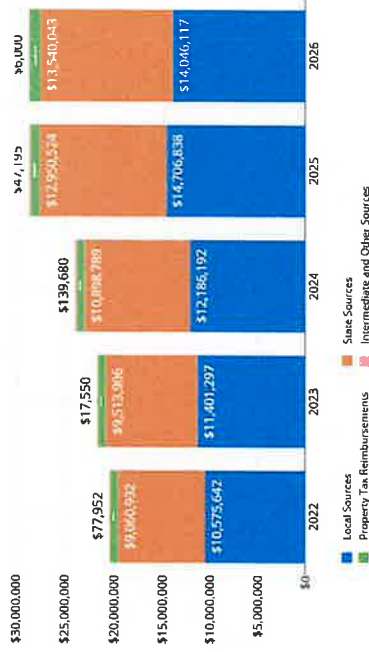
	ACTUAL	FORECASTED			
	Fiscal Year 2025	Fiscal Year 2026	Fiscal Year 2027	Fiscal Year 2028	Fiscal Year 2029
Revenue:					
1.010 - General Property Tax (Real Estate)	7,757,339	8,587,324	8,499,292	8,334,268	7,998,892
1.020 - Public Utility Personal Property	5,441,096	4,716,980	4,309,802	4,329,012	4,339,812
1.030 - Income Tax	-	-	-	-	-
1.035 - Unrestricted Grants-in-Aid	8,082,831	8,934,624	10,608,587	10,814,063	10,692,148
1.040 - Restricted Grants-in-Aid	4,867,692	4,605,419	5,032,537	5,125,233	5,079,307
1.045 - Restricted Federal Grants-in-Aid - SF5F	-	-	-	-	-
1.050 - State Share of Local Property Taxes	980,552	1,081,113	1,100,854	1,202,690	1,290,616
1.060 - All Other Operating Revenues	1,551,672	643,562	540,968	519,503	499,112
1.070 - Total Revenue	28,681,183	28,569,022	30,092,040	30,324,769	29,899,887
Other Financing Sources:					
2.010 - Proceeds from Sale of Notes	-	-	-	-	-
2.020 - State Emergency Loans and Advancements	-	-	-	-	-
2.040 - Operating Transfers-In	-	-	-	-	-
2.050 - Advances-In	-	-	-	-	-
2.060 - All Other Financing Sources	3,926	104,252	12,000	12,000	12,000
2.070 - Total Other Financing Sources	3,926	104,252	12,000	12,000	12,000
2.080 - Total Revenues and Other Financing Sources	28,685,109	28,673,273	30,104,039	30,336,769	29,911,887
Expenditures:					
3.010 - Personnel Services	11,804,365	13,002,060	14,642,969	15,630,283	16,209,906
3.020 - Employees' Retirement/Insurance Benefits	5,393,884	5,938,622	7,119,543	7,847,865	8,577,451
3.030 - Purchased Services	2,351,797	2,866,896	3,154,700	3,319,910	3,454,245
3.040 - Supplies and Materials	816,568	912,480	1,138,102	1,185,433	1,198,608
3.050 - Capital Outlay	752,187	905,736	1,049,887	822,625	841,217
3.060 - Intergovernmental	-	-	-	-	-
Debt Service:					
4.010 - Principal-All Years	-	-	-	-	-
4.020 - Principal - Notes	-	-	-	-	-
4.030 - Principal - State Loans	-	-	-	-	-
4.040 - Principal - State Advances	-	-	-	-	-
4.050 - Principal - HB264 Loan	-	-	-	-	-
4.055 - Principal - Other	-	-	-	-	-
4.060 - Interest and Fiscal Charges	-	-	-	-	-
4.300 - Other Objects	450,854	451,359	472,839	483,525	494,453
4.500 - Total Expenditures	21,569,655	24,077,153	27,578,039	29,289,641	30,775,879
Other Financing Uses					
5.010 - Operating Transfers-Out	28,751,807	3,650,000	3,650,000	3,650,000	3,650,000
5.020 - Advances-Out	-	-	-	-	-
5.030 - All Other Financing Uses	-	-	-	-	-
5.040 - Total Other Financing Uses	28,751,807	3,650,000	3,650,000	3,650,000	3,650,000
5.050 - Total Expenditures and Other Financing Uses	50,321,462	27,727,153	31,228,040	32,939,641	34,425,880
Excess of Rev & Other Financing Uses Over (Under)					
6.010 - Expenditures and Other Financing Uses	(21,636,354)	946,120	(1,124,000)	(2,602,872)	(4,513,993)
Cash Balance July 1 - Excluding Proposed Renewal/					
7.010 - Replacement and New Levies	32,142,042	10,505,688	11,451,808	10,327,808	7,724,936
7.020 - Cash Balance June 30	10,505,688	11,451,808	10,327,808	7,724,936	3,210,943
8.010 - Estimated Encumbrances June 30	175,000	175,000	175,000	175,000	175,000
Reservations of Fund Balance:					
9.010 - Textbooks and Instructional Materials	-	-	-	-	-
9.020 - Capital Improvements	-	-	-	-	-
9.030 - Budget Reserve	-	-	-	-	-
9.040 - DPIA	-	-	-	-	-
9.050 - Debt Service	-	-	-	-	-
9.060 - Property Tax Advances	-	-	-	-	-
9.070 - Bus Purchases	-	-	-	-	-
9.080 - Subtotal	-	-	-	-	-
Fund Balance June 30 for Certification					
10.010 - of Appropriations	10,330,688	11,276,808	10,152,808	7,549,936	3,035,943

Mid-East Career & Tech Centers
February 2026 FINAL

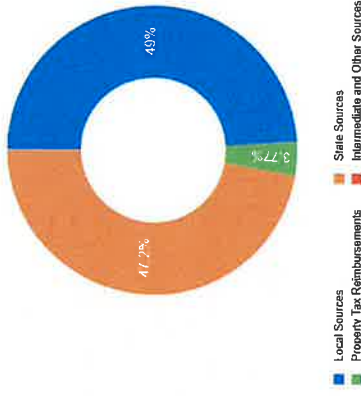
\$10,505,690 Cash Balance as of 6/30/25
\$28,673,273 2026 Forecasted Revenues
\$27,727,153 2026 Forecasted Expenses
\$11,451,810 Cash Balance as of 6/30/26

Historical Finances at a Glance - General Fund

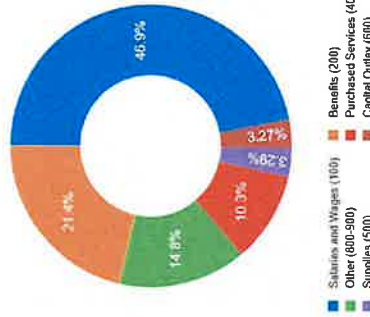
Historical General Fund Revenue by Source



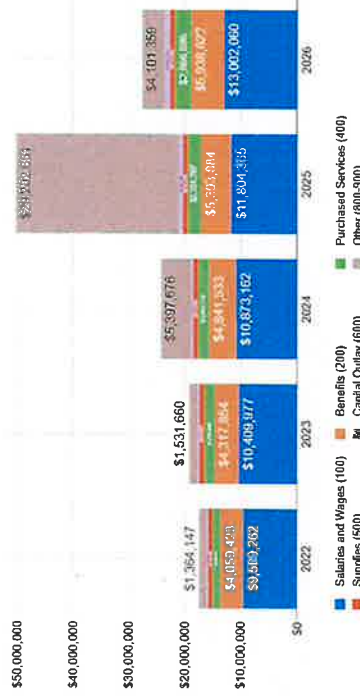
General Fund Current Year Revenue by Source



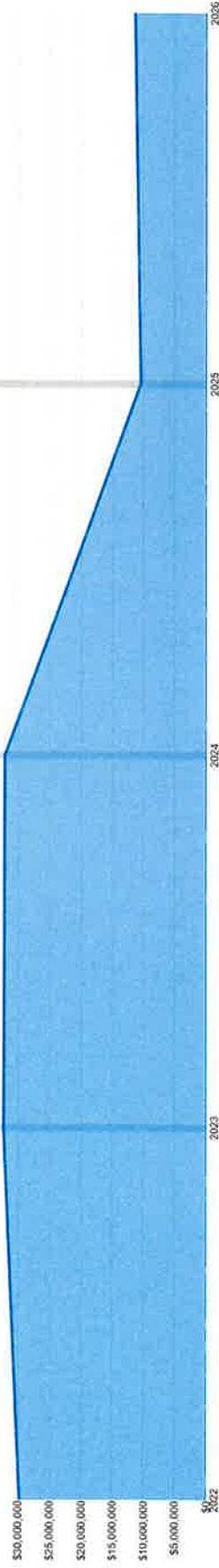
General Fund Current Year Expenses by Object



Historical General Fund Expenses by Object



Historical General Fund Balances



MID-EAST CAREER AND TECHNOLOGY CENTERS

Current Year Budget and Three Following Years 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

Current Year Budget and Three Following Years 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 2025-2026 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 FY2027-FY2029 reflect the effects of property tax reform HB 186 being enacted for the inflationary tax. Tax credits to homeowners will negatively affect the District beginning in FY2027 throughout the forecast.

1 B. Line 1.020 – Public Utility Personal Property

The District has both Rockies Express and Rover pipelines. Rockies Express settled their appeal in 2024 with a 13% reduction in value and paid all delinquencies in FY2025. Rover has been paying on their appealed rates for several years. Rover has appealed the Board of Tax Appeals decision to the Supreme Court and a decision was made at 17% of the requested value. Rover has since filed another appeal in Franklin County which starts the process over. The District has taken out the anticipated back tax payment from the forecast and has reduced the collection rate to 90%. HB 15 will affect the values on PUPP beginning in 2027 with about 1/4th valuation. 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 2026 is the first year of a biennium. The school funding formula phase-in continued at 83.33% in FY2026 and 100% for FY2027. However, the base inputs to the formula remained at 2022 levels, which are four years outdated. 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 83.33% for FY2026 and 100% for FY2027. DPIA also has a phase-in for the calculation of DPIA FTE. The District went to CEP in FY2025 and is continuing that assumption throughout the forecast. The District has seen an increase in enrollment every year since COVID. In 2026, the District also added a satellite program. For 2027, the District anticipates eight new satellite programs. In addition, a new program will begin in 2027 with seniors only, which will be a full junior/senior program in 2028. FY2029 enrollment is assumed to flatten. In the House version of the budget, Career Awareness funding was reduced from \$10/students to \$3/students

MID-EAST CAREER AND TECHNOLOGY CENTERS

Current Year Budget and Three Following Years Forecast Assumptions

1 D. Line 1.050 – State Reimbursement for Property Tax Credits

Estimates are based on current and historical tax valuations and are anticipated to remain constant. It is assumed to increase with valuation, however, not as much increase in valuation is assumed as been in the last few years. HB 186 will begin to phase out the 10% nonbusiness credit for non-owner-occupied residential properties but expands the owner occupancy tax credit.

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. The District was able to invest in some investments at a decent rate. However, interest rates have and are anticipated to decrease over the next few years and there are less interest allocated to general fund as the District transferred funds to capital funds in order to fund multiple capital projects supporting the Capital Project Plan the board approves semi-annually in conjunction with the forecast.

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. The District worked with GovDeals to auction off obsolete inventory stored. This brought an increase in sale of real property in 2026. 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 budget and subsequent three-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 FY26 this amount is \$277,579, 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.

MID-EAST CAREER AND TECHNOLOGY CENTERS

Current Year Budget and Three Following Years Forecast Assumptions

Wages for FY2025-2026 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 7/1/25 for teacher's bargaining unit employees is \$48,230. Fiscal Year 2026 is the first year of a three-year agreement.

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 FY2025-2026 were calculated in accordance with the negotiated agreements and the current insurance plan. 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 January 2026 foundation payment, the amount is \$3,149,646. 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-

MID-EAST CAREER AND TECHNOLOGY CENTERS

Current Year Budget and Three Following Years Forecast

Assumptions

service, staff travel/meetings, certificate/licenses, legal services/consultants/technicians, contracted services, postage/printing/advertising, leases, utilities, and data processing. The District uses a Federal Reserve 5-year projected inflation of 2.26% (as of 7/1/25) for expenditures in the future except for utility costs, where a 10% increase used due to increased construction. An increase in costs for high school CDL students was budgeted in FY2026 and remains throughout the forecast. Also added are support services for bussing, insurance costs, which continue to increase, and added costs for new satellite programs as well as a new program in 2027 with full programming expected in 2028.

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 2027 through 2029 between the two campuses. The same 2.26% Federal Reserve 5-year inflation is used throughout the forecast. In addition, added costs for satellite programs and a new program starting in 2027 with full programming expected in 2028.

2E. Line 3.050 - Capital Outlay

Includes equipment, vehicles, building/land improvements/construction. FY2026 includes several one-time capital purchases such as classroom furniture, a new vehicle, a school bus, carpeting and furniture in offices. These will be offset in 2027 with new servers on the Zanesville Campus, and an additional. In addition to this, there are added costs built in for 2027-2029 for the added program as well as the numerous satellite programs. The same 5-year Federal Reserve projected inflation is used through the forecast.

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. It is assumed there will be a slight increase each year due to an added program and the addition of multiple satellite programs. In addition, Federal Reserve 5-year projected inflation of 2.26% 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, HB 1 Fee transfers, and transfers required for the local match on state/federal grants. FY2026 transfers also include required transfers to the 004 and 010 funds for an OFCC amended project from 2009. The District plans to continue to transfer funds into the capital project fund to fund supporting the board approved Capital Projects Plan, when possible.

MID-EAST CAREER AND TECHNOLOGY CENTERS

Current Year Budget and Three Following Years Forecast Assumptions

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.

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 2025 was \$8,242 and the previous year student enrollment for 2024 was 1144. The average statewide base cost per pupil for FY2025 and in the District’s January 2026 payment is \$8,241.61 expected to remain constant. The current enrollment is 1,235. An increase in ADM is expected throughout the graph due to new programming and satellite programs.

Calculation of set-aside

	FY 25	FY 26	FY 27	FY 28	FY 29	FY 30
ADM prev. yr.	1144	1171	1,235	1373	1390	1390
Base Cost prev. yr.	8242	8242	8242	8242	8242	8242
Set aside %	3	3	3	3	3	3
Set aside Req. *	\$282,865	\$289,541	\$305,366	\$339,488	\$343,691	\$343,691
Qualifying Exp.						
Bal. Carried forward						

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

MID-EAST OHIO VOCATIONAL SCHOOL DISTRICT

5 Year Forecast Assumptions

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.