



FIVE-YEAR FORECAST
NOVEMBER 2021

Significant Items

• **Budget Surplus**

- 2020/2021, 2021/2022, 2022/2023 & 2023/2024 – Four straight year surplus (Actual & Budgeted)
- Positive Unreserved Fund Balance throughout Forecast
- New School Funding (Fair School Funding Plan)
- Elementary and Secondary School Emergency Relief (ESSER) Fund
 - - \$22.3 million in additional revenue
 - - 82 positions in the new federal fund
- Franklin Park Mall
 - Significant property valuation reduction request

Revenue

• **New School Funding**

- Fair School Funding Plan
 - Additional State Aid
 - Washington Local residents attending other schools no longer in our ADM
 - New School funding not being funded until December 2021
 - Our Forecast based on Ohio Department of Education (ODE) simulations (June 2021)
 - Forecasted State Aid may change significantly after December 2021
 - Simulation actually states, “Changes between estimates and actual may be significant, especially for individual school districts.”

• **Property Taxes**

- 2021 Revaluation Update
 - Completed every 3 years
 - Forecasted \$200,000 increase due to reevaluation for 2021/2022
- Difficult to Estimate
 - Due to Revaluation, Tax Appeals (2 years), and Refunds
 - County Auditor’s Office Statement, “Unfortunately, I would have no way of providing an estimate for these collections beyond what we did for the amounts and rates resolution at this time.”

Significant Items Continued:

- **August Property Taxes Collected Higher than Expected / Previous Years**
 - Tax Appeals
 - Special Covid-19 Tax Appeal for 2020
 - Normal 2021 Tax Appeals
 - Hopeful the increase in collections will offset the property tax refunds
- **Franklin Park Mall**
 - Recently settled at \$180 million
 - Requested reduction to \$80 million (similar to Cleveland Area Mall sold for \$57.7 million)
 - Mall values will continue to decrease
 - Annual revenue loss maybe \$1-2 million (eventually)
- **New Funding Source**
 - Open Enrollment \$1.1 million

Significant Items Continued:

• Expenditures

- Excluding Salaries/Benefits – Expenditures are basically flat
- Due to additional staffing and other additional expenditures being charged to ESSER grants

• Salaries

- 3 year Negotiated Agreement
- 2% base increase
- No additional staffing (charged to ESSER)

• Benefits

- Healthcare and Dental Self-funded
- Reducing cash balances (reduces General Fund Expenditures) as premiums set artificially low
- Expect \$1.5 to \$2.0 million deficit (claims exceeding premiums) this year
- 2020/2021 - \$1.6 million deficit

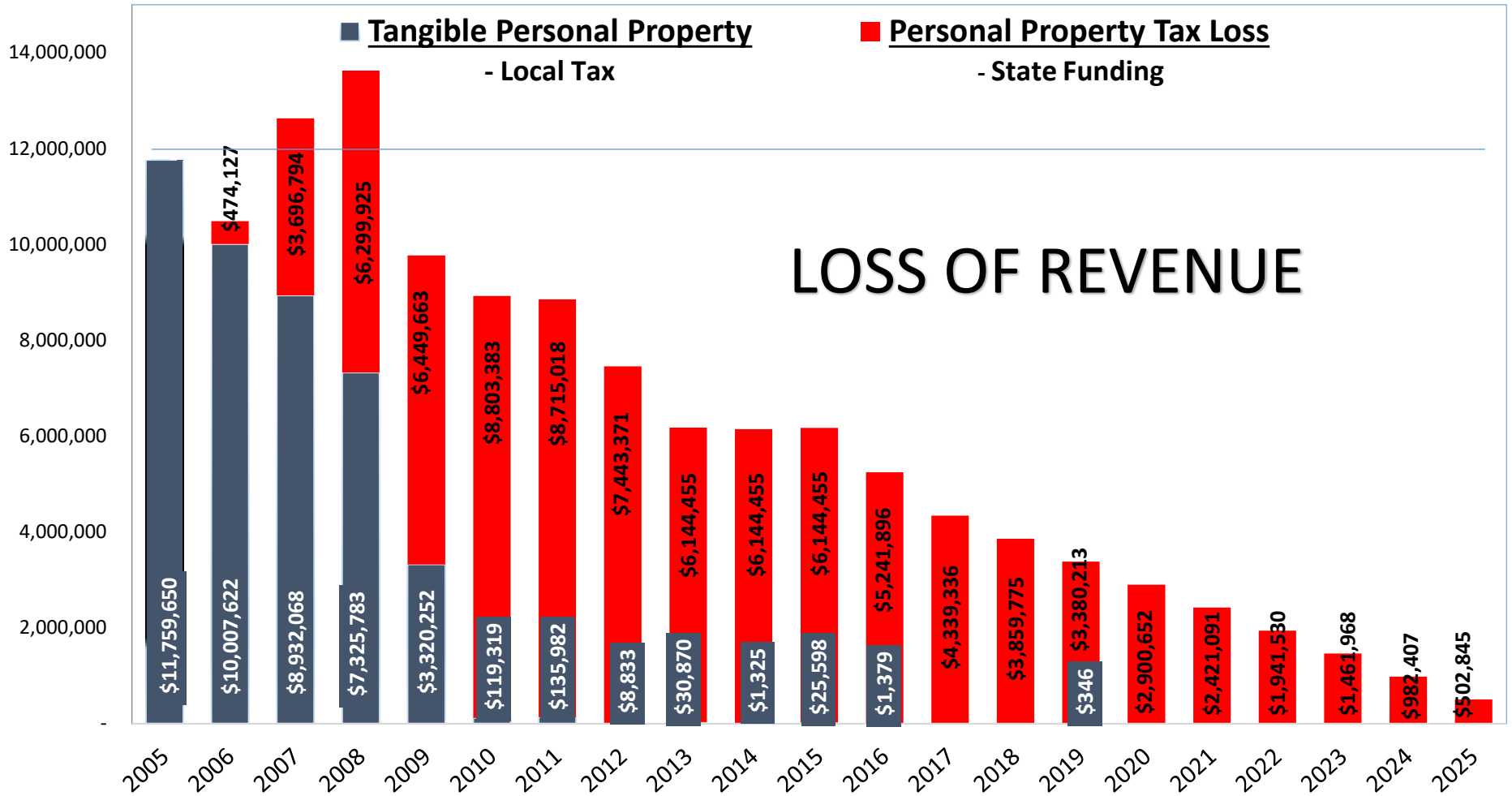
• Purchased Services

- Non-Washington Local students attending other institutions paid directly by State
- Charter Schools, Scholarships, and Open Enrollment
- No longer a Washington Local expenditure
- \$5.5 million paid in 2020/2021

• Elementary and Secondary School Emergency Relief (ESSER)

- Ends 9/30/2024
- Expenditures moved to General Fund in 2024/2025
- \$2.5 million / Salaries
- \$1.0 million / Benefits
- \$550,000 / Purchased Services
- \$50,000 / Supplies
- \$750,000 / Equipment
- \$4,850,000 in Total

General Fund Personal Property Tax Elimination – HB 66



WASHINGTON LOCAL SCHOOLS SCHOOL FUNDING (a)

Year	Calculated Funding (Formula)(b)	State Funding (c)	Cap Loss	Accumulated
2020/2021	\$ 45,055,786.87	\$ 30,542,718.32	\$ 14,513,068.55	\$ 106,132,990.92
2019/2020	\$ 45,055,786.87	\$ 30,542,718.32	\$ 14,513,068.55	\$ 91,619,922.37
2018/2019	\$ 45,055,786.87	\$ 30,520,958.65	\$ 14,534,828.22	\$ 77,106,853.82
2017/2018	\$ 44,451,241.64	\$ 29,579,671.53	\$ 14,871,570.11	\$ 62,572,025.60
2016/2017	\$ 41,726,672.77	\$ 28,698,630.57	\$ 13,028,042.20	\$ 47,700,455.49
2015/2016	\$ 40,002,490.24	\$ 26,652,671.85	\$ 13,349,818.39	\$ 34,672,413.29
2014/2015	\$ 34,777,155.68	\$ 24,628,586.95	\$ 10,148,568.73	\$ 21,322,594.90
2013/2014	\$ 33,402,601.79	\$ 22,288,313.98	\$ 11,114,287.81	\$ 11,174,026.17

- (a) Does not include Preschool Special Education Funding, Special Education Transportation Funding, Student Wellness and Success Fund, or Enrollment Growth Supplement Funding as these are not included in the state funding formula. Student Wellness and Success/Enrollment Growth Supplement began in 2019/2020.
- (b) The State kept State Aid funding unchanged beginning in 2019/2020 from 2018/2019. We assumed Calculated Funding is unchanged from 2018/2019.
- (c) State Funding for 2019/2020 and 2020/2021 is prior to the May 2020 State funding reduction of \$685,784 for each fiscal year caused by the possible revenue shortfalls in State revenue. The State restored \$376,106 in 2020/2021. **The State still has an initial Rainy Day Fund and a expected Budget Surplus of \$1.2 billion for 2020/2021, which reduced our funding by nearly \$1 million over 2 years.**

**Five-Year Forecast
Revenues & Expenditures
Fiscal Year 2021/2022
What Changed in Six Months**

REVENUE	MAY 2021	NOVEMBER 2021	VARIANCE	EXPLANATION
Real Estate	\$ 41,224,000	\$ 41,800,000	\$ 576,000	Collections trending higher; Recognized Revaluation increase; Forecasted FY 2022 revenue as: FY 2021 actual revenue plus \$200,000 (revaluation). Significant refunds may decrease revenue.
State Aid Unrestricted* (includes casino)	29,234,000	30,053,026	819,026	New State Funding Formula/Casino Funding Increased
State Aid Restricted	2,379,248	2,559,247	179,999	
All Other Financing Sources (TIF)	4,235,913	4,242,011	6,098	
All Other Revenues	1,994,189	3,454,049	1,459,860	Open Enrollment \$1.1 million (\$700,000 more than May Forecast) Prior Year Expenditures Refund ESC - \$243,260 SERS- \$169,900
	<u>Total for Explanation of Variances</u>		\$ 3,040,983	
Total Revenue	\$ 85,394,680	\$ 88,457,862	\$ 3,063,182	
EXPENDITURES				
Salaries	50,419,948	49,725,125	(694,823)	Staffing charged to ESSER / Full year not being charged
Benefits	17,618,953	17,153,596	(465,357)	Staffing charged to ESSER / Full year not being charged
Purchased Services	15,651,542	10,902,719	(4,748,823)	Scholarship, Open Enrollment, & Charter Schools directly being paid by State (2021-Total \$5.5 million)
Supplies	2,817,622	2,931,727	114,105	
Capital Outlay	1,113,750	962,760	(150,990)	
Other	1,049,760	1,063,989	14,229	
Advances / Transfers	435,600	440,000	4,400	
Total Expenditures	\$ 89,107,175	\$ 83,179,916	\$ (5,927,259)	

* Actual Unrestricted and State Aid is unknown until December 2021.
It is likely Unrestricted State Aid will decrease & Restricted State Aid will increase.

Elementary and Secondary School Emergency Relief Fund (ESSER)

Expires 9/20/22

Expires 9/30/23

Expires 9/30/24

Expires 9/30/23

ESSER I

ESSER II

American Rescue Plan
ESSER III

American Rescue Plan
IDEA

\$1,598,602.72

\$6,250,733.04

\$14,048,229.56

\$403,738.93

\$22,301,304.25

STAFF BEING CHARGED / BUDGETED (as of 11/11/2021)

21 - Kindergarten Instructional Support Aides
16.5 - Classroom Aides
12 - Certified Staff (5 Special Education Teachers)
11 - Building Substitutes
7- Science, Technology, Engineering, Math (STEM)

7 - Classified Staff (Monitors & Health Aides)
3.5 - Administrators
2 - Counselors
1 - Bus Mechanic
1 - Department of Information Services Secretary

Total of 82 Staff Members

Purchased Services

Nursing Services
 Certified Occupational Therapists Aides
 Curriculum / Gifted Services
 Panther Virtual Academy (PVA) Curriculum

Capital Outlay

Technology
 Heating/Cooling Units
 Playground Equipment

Possible Future Capital Outlay

Buses
 Floor Scrubbers

REVENUE

FLAT

(after 2022/2023)



Washington Local School District

REVENUES

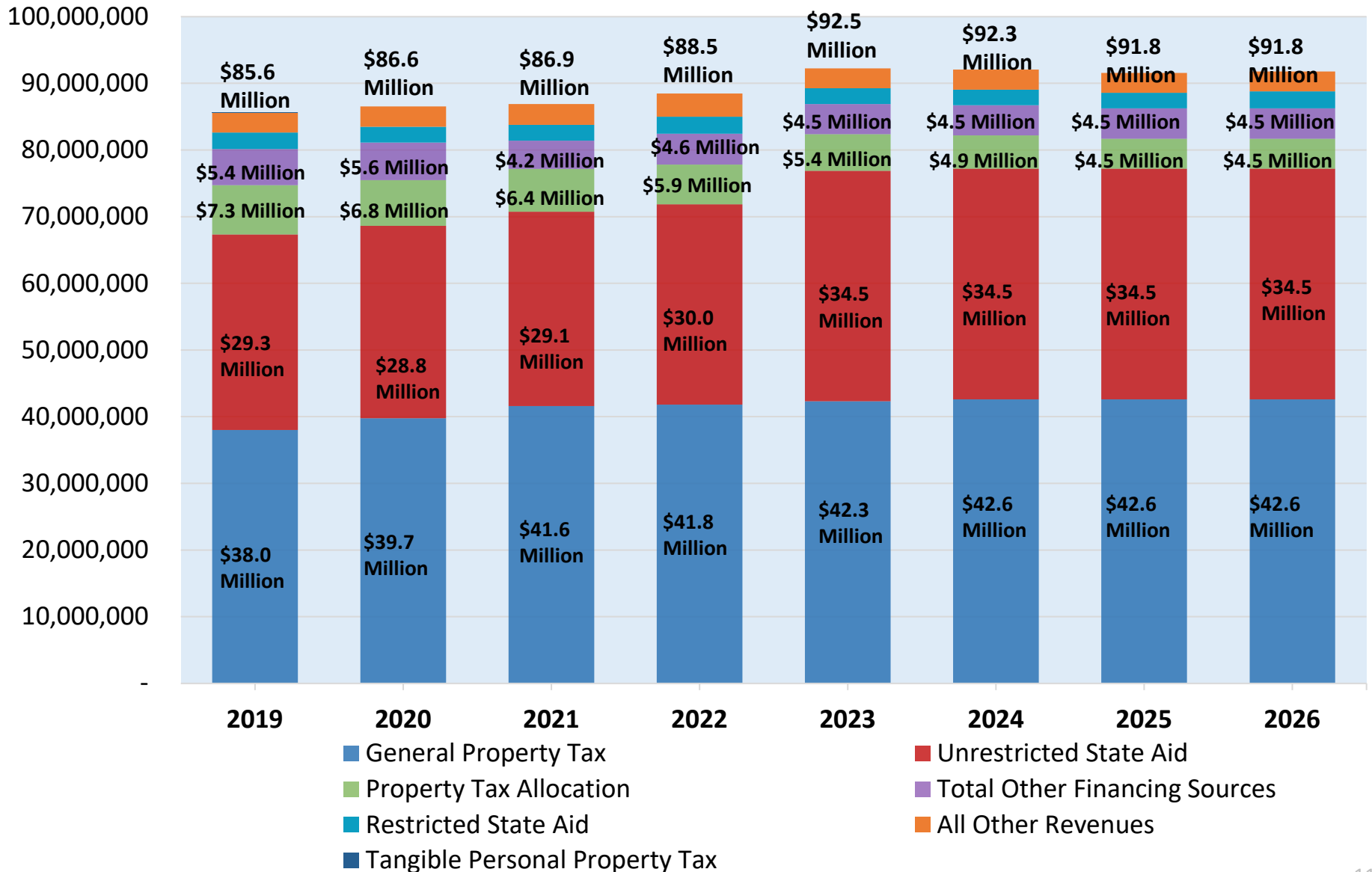
NOVEMBER 2021

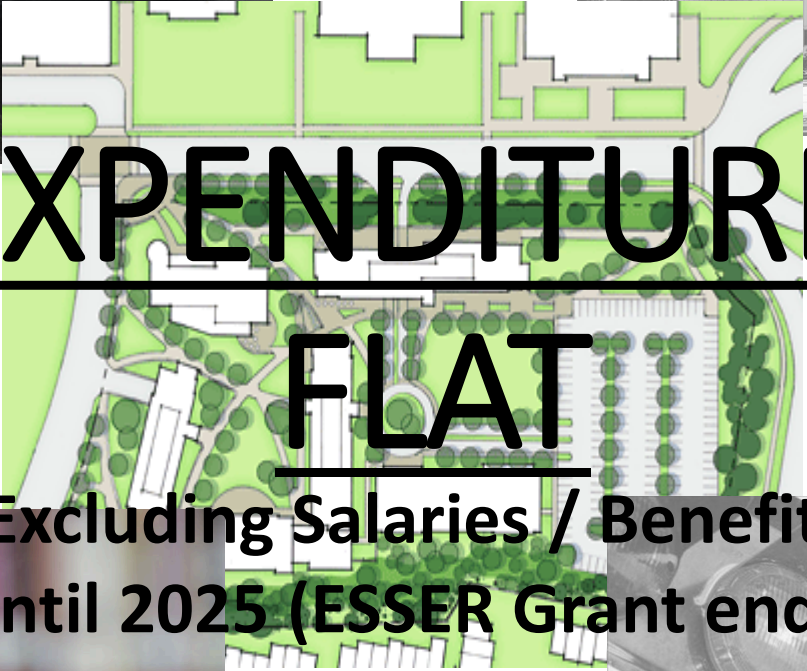
<u>REVENUES</u>	<u>Actual</u>				<u>Avg. Change</u>	<u>Forecasted</u>				
	2019	2020	2021			2022	2023	2024	2025	2026
General Property Tax	38,022,521	39,754,005	41,605,245	4.6%	41,800,000	42,300,000	42,600,000	42,600,000	42,600,000	
Tangible Personal Property Tax	346									
Income Tax										
Unrestricted State Aid	29,315,085	28,858,652	29,145,961	-0.3%	30,053,026	34,591,375	34,591,375	34,591,375	34,591,375	
Restricted State Aid	2,481,931	2,383,517	2,377,823	-2.1%	2,559,247	2,559,247	2,559,247	2,559,247	2,559,247	
Property Tax Allocation	7,385,696	6,877,871	6,422,437	-6.7%	5,949,529	5,469,968	4,990,407	4,510,845	4,510,845	
All Other Revenues	3,007,258	3,069,615	3,088,785	1.3%	3,454,049	2,983,414	2,988,414	2,988,414	2,988,414	
Total Revenues	80,212,837	80,943,660	82,640,251	1.5%	83,815,851	87,904,004	87,729,443	87,249,881	87,249,881	
Advances-In	400,000	400,000	400,000		400,000	400,000	400,000	400,000	400,000	
All Other Financing Sources	5,026,104	5,206,733	3,836,641	-11.4%	4,242,011	4,143,144	4,129,417	4,129,417	4,129,417	
Total Other Financing Sources	5,426,104	5,606,733	4,236,641	-10.6%	4,642,011	4,543,144	4,529,417	4,529,417	4,529,417	
Total Revenues and Otr Financing Sources	85,638,941	86,550,393	86,876,892	0.7%	88,457,862	92,447,148	92,258,860	91,779,298	91,779,298	

Washington Local Schools

Revenues

NOVEMBER 2021





EXPENDITURES FLAT

(Excluding Salaries / Benefits)
until 2025 (ESSER Grant ends)



Washington Local School District

EXPENDITURES

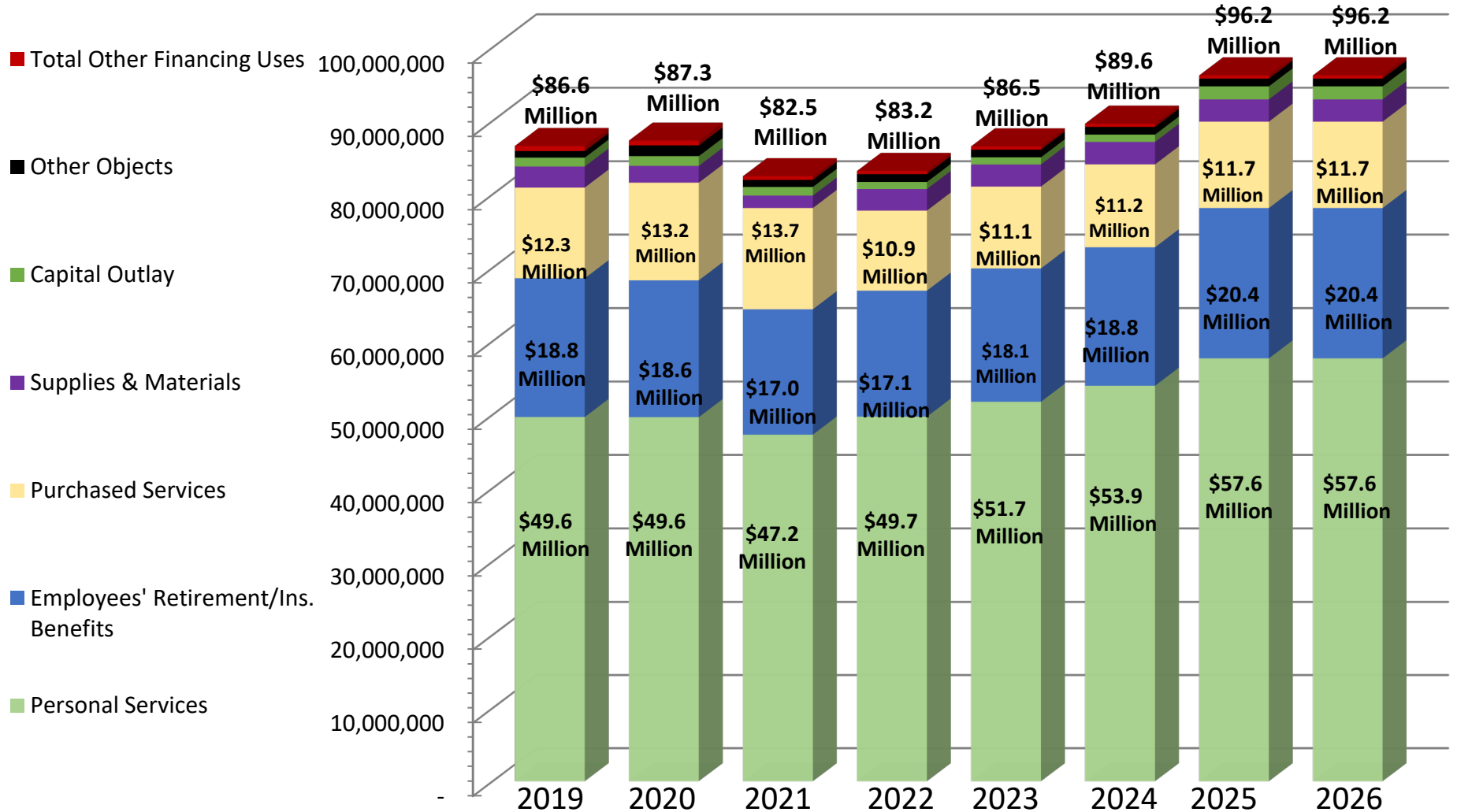
NOVEMBER 2021

<u>EXPENDITURES</u>	<u>Actual</u>				Avg. Change	<u>Forecasted</u>				
	2019	2020	2021			2022	2023	2024	2025	2026
Personal Services / Salaries	49,675,118	49,655,494	47,275,004	-2.4%	49,725,125	51,757,413	53,936,102	57,659,569	57,659,569	
Employees' Retirement/Insurance Benefits	18,894,990	18,635,285	17,072,738	-4.9%	17,153,596	18,149,422	18,852,880	20,467,411	20,467,411	
Purchased Services - Instructional Services, Utilities	12,343,737	13,293,646	13,782,170	5.7%	10,902,719	11,145,386	11,287,211	11,764,690	11,764,690	
Supplies and Materials - Instruction, Maintenance, Transportation	2,864,884	2,281,337	1,691,332	-23.1%	2,931,727	3,008,030	3,052,823	3,032,195	3,032,195	
Capital Outlay	1,210,240	1,329,251	1,180,244	-0.7%	962,760	975,150	999,975	1,771,100	1,771,100	
Other Objects	899,685	1,465,313	956,418	14.1%	1,063,989	1,048,325	1,048,325	1,053,843	1,053,843	
<i>Total Expenditures</i>	85,888,654	86,660,326	81,957,906	-2.3%	82,739,916	86,083,726	89,177,316	95,748,808	95,748,808	
Operating Transfers-Out	286,056	246,196	102,601	-36.1%	40,000	40,000	40,000	40,000	40,000	
Advances-Out	400,000	400,000	400,000		400,000	400,000	400,000	400,000	400,000	
Total Other Financing Uses	686,056	646,196	502,601	-14.0%	440,000	440,000	440,000	440,000	440,000	
<i>Total Expenditures and Other Financing Uses</i>	86,574,710	87,306,522	82,460,507	-2.4%	83,179,916	86,523,726	89,617,316	96,188,808	96,188,808	

Washington Local Schools

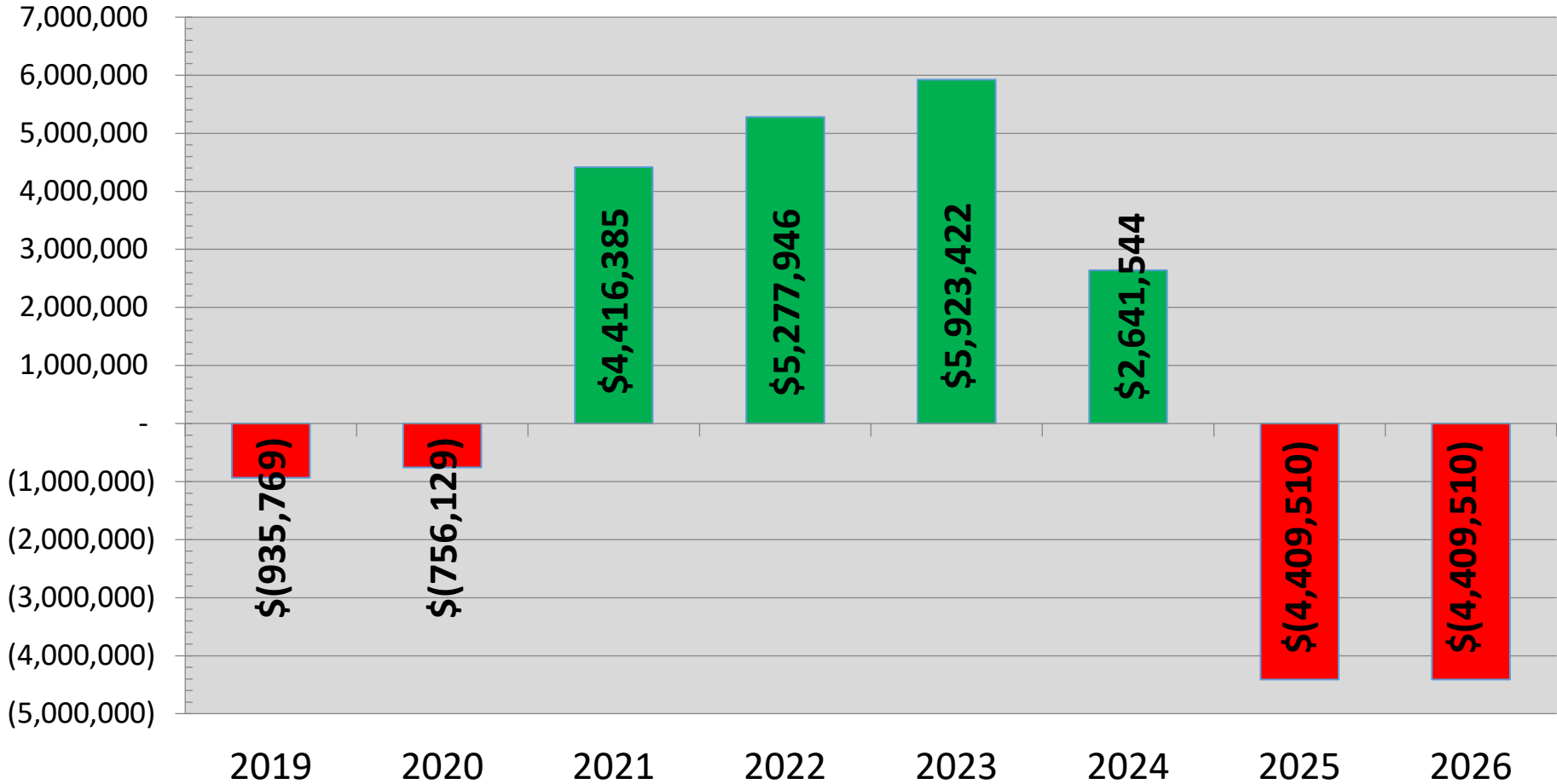
Expenditures

NOVEMBER 2021



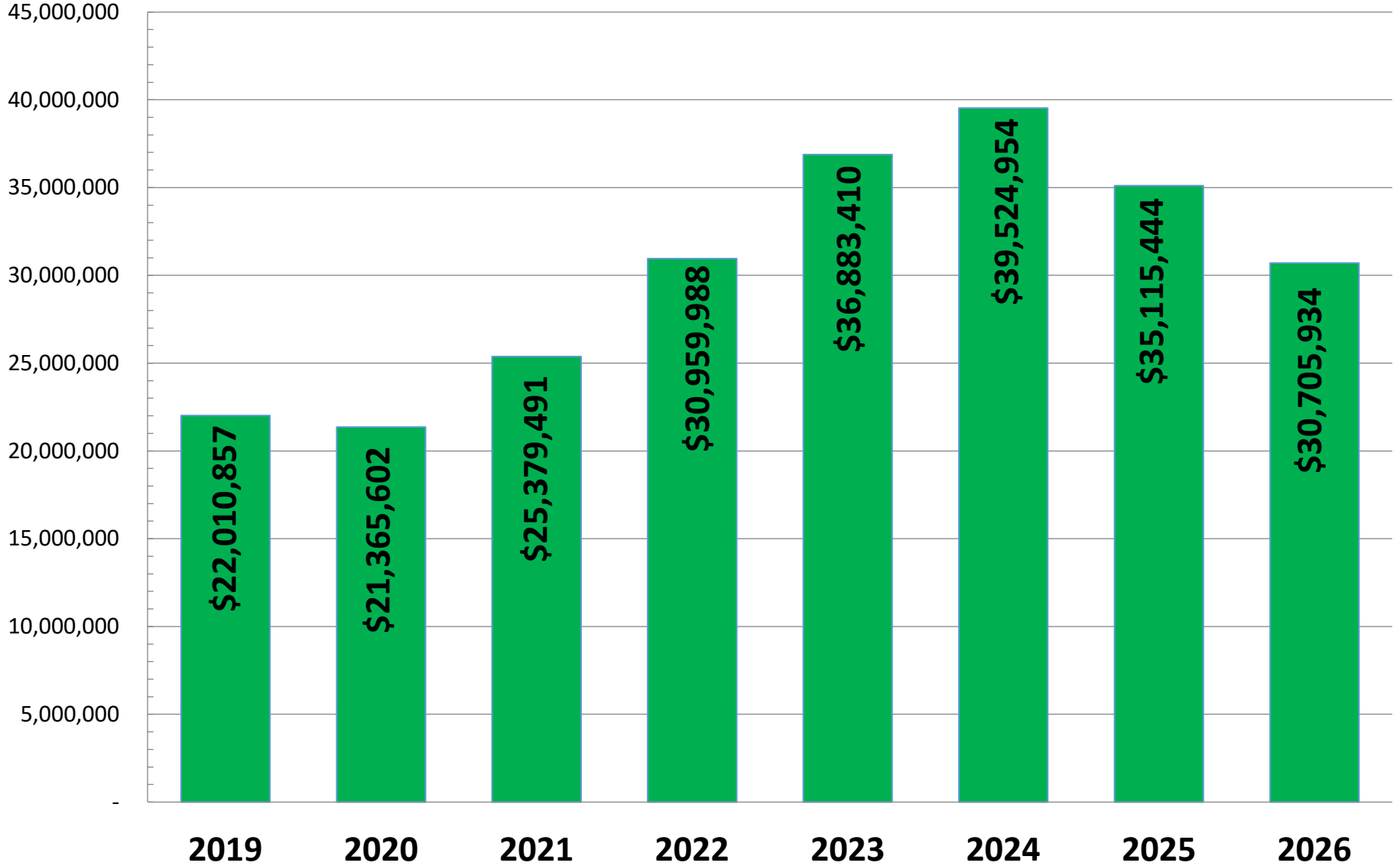
Other Financing Uses	2019	2020	2021	Avg. Change	2022	2023	2024	2025	2026
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	(935,769)	(756,129)	4,416,385	-351.6%	5,277,946	5,923,422	2,641,544	(4,409,510)	(4,409,510)

Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses



Other Financing Uses	Actual				Forecasted					
	2019	2020	2021	Avg. Change	2022	2023	2024	2025	2026	
Unreserved Fund Balance June 30	22,010,857	21,365,602	25,379,491	7.9%	30,959,988	36,883,410	39,524,954	35,115,444	30,705,934	

Unreserved Fund Balance



WASHINGTON LOCAL SCHOOLS
NOVEMBER 2021 FORECAST

THIS IS AND ALWAYS HAS BEEN A WORKING DOCUMENT

ITEMS TO CONSIDER FOR MAY 2022 FORECAST

- FORECASTED STATE AID CHANGED TO ACTUAL STATE AID RECEIVED

- MARCH 2022 TAX SETTLEMENT AVAILABLE

- PROPERTY TAX REFUNDS MOSTLY COMPLETE

- FRANKLING PARK MALL UPDATE
 - Will be on the next several Forecasts
 - Likely a constant unknown

- ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF FUND

- TWO NEW ELEMENTARY BUILDINGS NEARLY COMPLETED

- HEALTHCARE 2021/2022 ACTUAL EXPENDITURES – 10 MONTHS

WASHINGTON LOCAL SCHOOLS
DEFICIT / SURPLUS SUMMARY
FY 2008 – 2021 Actuals / FY 2022 – 2026 Forecasted
Based on November 2021 Forecast

Fiscal Year	Surplus / Deficit	Amount (Over / Under)	Unreserved Cash Balance as of June 30	Unreserved Fund Balance as of June 30 *
2008	Surplus	3,421,022	37,224,891	33,479,602
2009	Deficit	(541,160)	36,683,731	32,998,686
2010	Deficit	(2,318,705)	34,365,026	31,339,209
2011	Deficit	(1,311,266)	33,053,760	30,167,113
2012	Deficit	(48,676)	33,005,084	28,591,688
2013	Deficit	(652,259)	32,352,825	27,935,333
2014	Deficit	(4,210,893)	28,141,932	23,586,579
2015	Surplus	949,014	29,090,946	24,486,717
2016	Surplus	1,157,421	30,248,367	25,612,902
2017	Deficit	(1,395,213)	28,853,154	24,424,902
2018	Deficit	(1,445,599)	27,407,555	23,093,570
2019	Deficit	(935,769)	26,471,786	22,010,857
2020	Deficit	(756,129)	25,715,657	21,365,602
2021	Surplus	4,416,385	30,132,042	25,379,491
FORECASTED - NOVEMBER 2021				
2022	Surplus	5,277,946	34,409,988	30,959,988
2023	Surplus	5,923,422	41,333,410	36,883,410
2024	Surplus	2,641,544	43,974,954	39,524,954
2025	Deficit	(4,409,510)	39,565,444	35,115,444
2026	Deficit	(4,409,510)	35,155,934	30,705,934

**The Unreserved Fund Balance includes encumbrances as of June 30th and the budget reserve (Rainy Day) Fund of \$3.6 million.*

Due to the budget deficits forecasted beginning in 2024/2025 (caused by ESSER funds ending) decisions will need to be made in FY 2024 regarding having a balanced budget. However, we are more hopeful TODAY regarding additional state funding in 2024, which will be the first year of the State's 2-year budget and our budget will be balanced, if the State continues to fund the Fair School Funding Plan and continue current spending plan.

General Fund Budget Summary – November 2021 FIVE-YEAR FORECAST

FY 2014 – FY 2021 Actual / FY 2022 – FY 2026

	2014	2015	2016	2017	2018	2019	2020	2021	FORECASTED				
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Revenue	72,560,410	78,232,416	80,725,296	82,147,112	83,720,277	85,638,941	86,550,393	86,876,892	88,457,862	92,447,148	92,258,860	91,779,298	91,779,298
Expenses	76,771,303	77,283,402	79,567,875	83,542,325	85,165,876	86,574,710	87,306,522	82,460,507	83,179,916	86,523,726	89,617,316	96,188,808	96,188,808
Over/Under	-4,210,893	949,014	1,157,421	-1,395,213	-1,445,599	-935,769	-756,129	4,416,385	5,277,946	5,923,422	2,641,544	-4,409,510	-4,409,510
Unreserved Fund Balance	23,586,579	24,486,717	25,612,902	24,424,902	23,093,570	22,010,857	21,365,602	25,379,491	30,959,988	36,883,410	39,524,954	35,115,444	30,705,934

