

DELPHOS CITY SCHOOL DISTRICT

5 YEAR FORECAST NOTES

Monday, January 04, 2021

REVENUES:

Property taxes

- The amounts do not anticipate the automatic passage of a new, a replacement, or a renewal levy.
- Real Estate taxes will be conservatively increased by 1% for the remaining years on the forecast, subtracting the amounts of renewal levies referenced in the first bullet point.
- Utility personal property tax amount is the amount collected with the real estate settlements, and increased by 1%.

Income taxes

- Our district will begin to receive school district income tax in April 2021. The amounts are based on estimates provided by the department of taxation. Future years are increased by 3.7% based on historical district growth.

Unrestricted Grants-in-Aid

- Revenue from State Foundation payments are based on the most recently received foundation settlement. Total formula funding (Settlement Line G) minus Student Wellness and Success, the Career Tech Aid and the Economic Disadvantaged line then added to other state revenues.
- ***2022-2025 have been returned to pre-cut levels of 2020, assuming the State can't leave the cuts and allow EdChoice dollars to be pulled from public districts.***
- The new proposed funding system would ultimately lower this number but also reduce expenditures to supposedly net us a gain.

Restricted Grants-in-Aid

- Restricted grants are based on Career Tech Aid and Economic Disadvantaged current information on the foundation at the time of the forecast. Held each year across the board.

Property Tax Allocation

- The current property tax allocation is based on the facts we have at the time of the forecast with that amount being held based on recent trend through the remaining years.

All Other

- Revenues from all other sources are based on historical and economic patterns and conservative expectations. Upcoming years are held across the board.

Other Financing Sources

EXPENDITURES

Personal Services and Benefits

- The Current year is based on a comparison of the first five payrolls of current contract year versus last year's. The future amounts for salaries and benefits are based on existing negotiated agreements using actual current data assuming employee retirement at 35 years being replaced at a low range level. (master's degree with 0-2 years of experience). Actual annual salaries are drawn from an employee listing.
- 2021 calendar year insurance rates have been set at 4% increase for medical and 0% for dental.
- For periods beyond the current agreements, line 3.01 is being held at no increase for salaries but step increases for employees based on the current salary schedule, and insurances are being maintained at current language with market trend 10% increases in premiums.

Purchased Services and other expenditures

- Purchased services are based strictly on historical patterns, current contracts and expected program changes. The current year drop is based on Vantage Career Center membership, with increases in future years for EdChoice vouchers. More accurate Vantage numbers are expected in December.

Supplies and Capital Outlay

- Supplies are based historical patterns.
- Capital Outlay expenditures are based on historical patterns and the availability of Permanent Improvement and other supplemental funds. The board of education established the practice of setting aside \$30,000 per year beginning in 2016 to keep up with current technology.
- Both of these lines were reduced for 2021 to help the current financial crisis & by CARES Act.

Advances and Transfers

- Under current procedures no advances or transfers are anticipated.

Debt Service

- The district currently has a 2-year line of credit based on the tax anticipation of the new income. The district hopes not to need to use this or use it as little as possible.

Encumbrances

- Year end encumbrances are reduced as much as possible and estimated at \$25,000 in the calculation of future balances.

ADM

- The ADM forecast is created by using the fall enrollment figures going back 5 years to get average percentages for each grade level. Current year numbers are from the October count if available.

USAS ACCOUNT CODES FOR THE FIVE YEAR FORECAST

REVENUES

- 1111 Real Property Taxes
- 1120 Personal Property Taxes
- 122* Tuition(s)
- 1344 Transportation Fees
- 1410 Interest
- 1635 Pay to Participate Fees
- 17** Class Fees & Class Rentals
- 1810 Rent - Outside source
- 1820 Donations
- 1890 Miscellaneous Receipts
- 1930 Compensation for Assets
- 2400 Compensation for Abatements
- 3110 School Foundation
- 313* Property Tax Allocation(s)
- 3*** All others
- 4120 Other State Revenue (Casino Distributions)
- 5*** Transfers & Advances

EXPENDITURES

- 100 Personal Services
- 200 Employee Benefits
- 400 Purchased Service
- 500 Supplies and Materials
- 600 Capital Outlay
- 800 Other Financing Service
- 900 Advances and Transfers