

**NEWTON LOCAL SCHOOL DISTRICT
MIAMI COUNTY**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEARS ENDED JUNE 30, 2020, 2021, AND 2022 ACTUAL;
FORECASTED FISCAL YEARS ENDING JUNE 30, 2023 THROUGH 2027**

NUMBER	Fiscal Year 2020 Actual	Fiscal Year 2021 Actual	Fiscal Year 2022 Actual	Fiscal Year 2023 Forecasted	Fiscal Year 2024 Forecasted	Fiscal Year 2025 Forecasted	Fiscal Year 2026 Forecasted	Fiscal Year 2027 Forecasted
Revenues								
1.010 General Property Tax (Real Estate)	1,418,350	1,476,730	1,500,889	1,530,907	1,561,525	1,582,755	1,624,611	1,657,103
1.020 Tangible Personal Property Tax	75,177	78,538	88,183	89,947	91,746	93,581	95,452	97,361
1.030 Income Tax	1,847,762	1,733,931	1,989,639	2,009,635	2,029,631	2,049,927	2,070,426	2,091,131
1.035 Unrestricted Grants-in-Aid (All 3100's except 3130)	3,109,617	3,162,097	3,721,595	4,026,957	4,026,957	4,026,957	4,026,957	4,026,957
1.040 Restricted Grants-in-Aid (All 3200's)	12,162	12,162	237,652	254,060	254,060	254,060	254,060	254,060
1.050 Property Tax Allocation (3130)	227,795	236,675	236,746	240,297	243,902	247,560	251,274	255,043
1.060 All Other Revenues except 1931, 1933, 1940, 1950, 5100, 5200	1,144,955	1,186,028	167,990	180,000	202,000	204,020	208,060	208,121
1.070 Total Revenues	7,835,828	7,886,161	7,942,684	8,341,703	8,409,821	8,468,860	8,528,840	8,589,776
Other Financing Sources								
2.040 Operating Transfers-In (5100)	0	0	0	0	0	0	0	0
2.050 Advances-In (5200)	0	0	0	0	0	0	0	0
2.060 All Other Financing Sources (Including 1931 and 1933)	0	0	0	0	0	0	0	0
2.070 Total Other Financing Sources	0	0	0	0	0	0	0	0
2.080 Total Revenues and Other Financing Sources	7,835,828	7,886,161	7,942,684	8,341,703	8,409,821	8,468,860	8,528,840	8,589,776
Expenditures								
3.010 Personal Services	3,717,750	3,801,983	3,892,197	3,922,807	4,442,719	4,620,428	4,805,245	4,997,455
3.020 Employees Retirement/Insurance Benefits	1,659,945	1,752,924	1,786,396	1,877,777	2,069,063	2,193,206	2,324,799	2,464,287
3.030 Purchased Services	816,563	843,091	830,706	786,198	883,370	883,372	936,374	992,557
3.040 Supplies and Materials	360,454	257,669	381,281	575,000	575,000	575,000	575,000	575,000
3.050 Capital Outlay	468,656	243,501	277,007	150,000	150,000	150,000	150,000	150,000
3.080 Intergovernmental (7600 and 7700 functions)								
Debt Service:								
4.055 Principal-Other	41,381	51,438	49,588	45,988	43,438	40,888	38,188	36,162
4.060 Interest and Fiscal Charges	385,698	292,343	154,813	285,000	290,700	286,514	424,483	308,493
4.300 Other Objects								
4.500 Total Expenditures	7,451,437	7,307,949	7,253,988	7,727,770	8,489,290	8,849,408	9,344,089	9,618,954
Other Financing Uses								
5.010 Operating Transfers-Out	500,000	0	0	0	0	0	0	0
5.020 Advances-Out	0	0	0	0	0	0	0	0
5.030 All Other Financing Uses	0	0	0	0	0	0	0	0
5.040 Total Other Financing Uses	500,000	0	0	0	0	0	0	0
5.050 Total Expenditures and Other Financing Uses	7,951,437	7,307,949	7,253,988	7,727,770	8,489,290	8,849,408	9,344,089	9,618,954
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses								
6.010 Other Financing Uses	(115,609)	578,212	688,706	613,933	(79,469)	(380,548)	(815,249)	(1,029,178)
7.010 Cash Balance July 1	2,413,271	2,297,662	2,875,874	3,564,580	4,178,513	4,089,044	3,718,496	2,903,247
7.020 Cash Balance June 30	2,297,662	2,875,874	3,564,580	4,178,513	4,089,044	3,718,496	2,903,247	1,874,069
8.010 Estimated Encumbrances June 30	326,326	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Fund Balance June 30 for Certification								
10.010 of Appropriations	1,971,336	2,775,874	3,464,580	4,078,513	3,999,044	3,618,496	2,803,247	1,774,069
12.010 of Contracts, Salary Schedules and Other Obligations	1,971,336	2,775,874	3,464,580	4,078,513	3,999,044	3,618,496	2,803,247	1,774,069
14.010 Revenue from Future State Advancements	0	0	0	0	0	0	0	0
15.010 Unreserved Fund Balance June 30	1,971,336	2,775,874	3,464,580	4,078,513	3,999,044	3,618,496	2,803,247	1,774,069

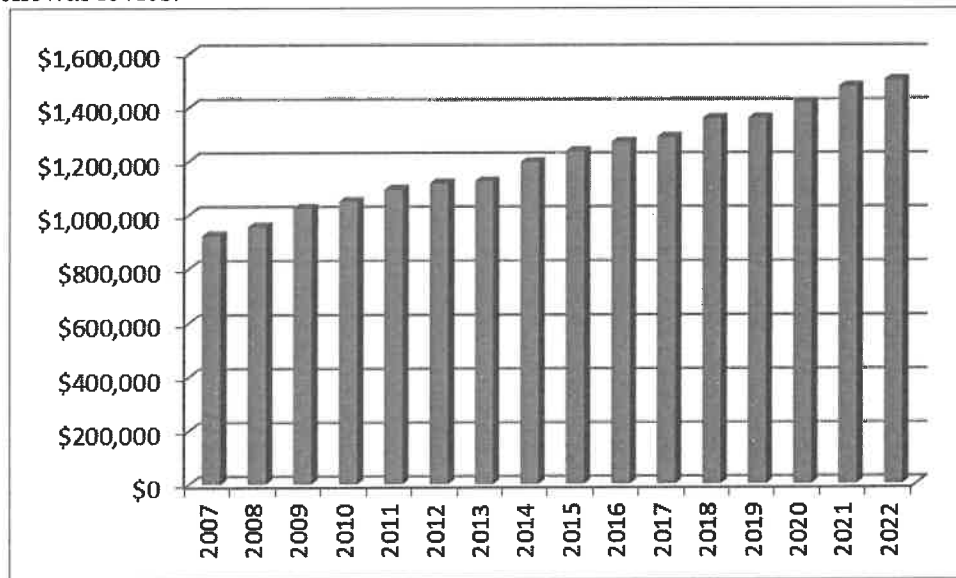
See accompanying summary of significant forecast assumptions and accounting policies

NEWTON LOCAL SCHOOL DISTRICT
Five-Year Forecast Assumptions & Notes
November 2022 Submission
Beginning FY2023 & Ending FY2027
Miami County
IRN 048637

Revenues

.1.010 Property Taxes

Property tax revenue estimates are based on historical growth patterns, including scheduled updates and re-appraisals, and are substantiated by information provided for the current fiscal year from the Miami County Auditor. The property tax figures are based on historical collection levels. The amounts do not include any replacement or renewal levies.



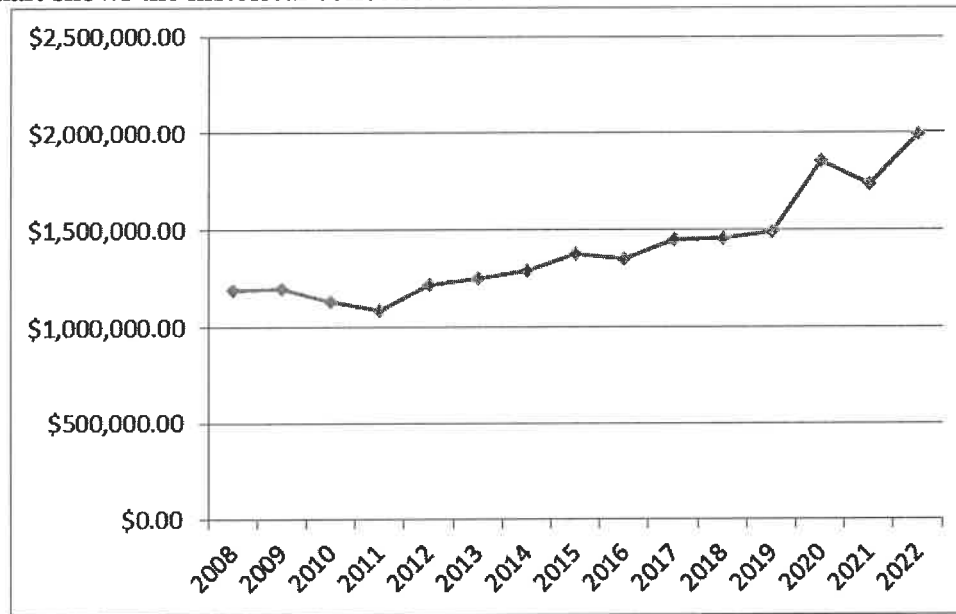
1.020 Tangible Personal Property Taxes

HB66 phases out the tax on Tangible Personal Property of general business, telephone and telecommunications companies and railroads. General business and railroads will be eliminated for tax year 2009 (school fiscal year 2009-2010). Telephone and telecommunications are being eliminated in 2011. Newton currently receives tax revenue from Public Utilities Personal Property. Revenue from the new commercial activity tax (CAT) is being used to compensate schools for lost personal property tax revenue. The district is a farming community with no industrial base to generate business personal property taxes.

.1.030 Income Tax

The income tax for the most part since 2011 has been progressive, with one small dip in FY2016. FY2020 may have a significant increase as the first income tax settlement was up over 50% from last year. At this time there is not enough documentation to determine if this will have a lasting effect for the entire year. The tax was increased for the 2020 fiscal year based on the July settlement. The following years were based on a modest increase from the FY2019 income tax. This will be updated as the year progresses and more information is available.

The following chart shows the historical collections of the income tax.



1.035 State Foundation

State Aid is forecasted at the current budgeted aid levels from the state funding formula.

1.040 Restricted Grants-In-Aid

Until the new funding formula is release, the District is unsure how much this funding will be, so historical trends will be used to calculate.

1.050 Property Tax Allocation

Homestead and Rollback allocation is calculated as a fixed percentage of property tax receipts. The growth in this revenue parallels the anticipated growth in property taxes. HB 204 established in 1979 set a tax credit of 12.5% for owner occupied homes. The state reimburses this amount directly.

1.060 All Other

Revenues from all other sources are based on historical patterns. Items included are tuition, interest, and rental. It is unknown at this time, but open enrollment revenue will now be classified in unrestricted grants in aid, which will significantly reduce this revenue stream.

2.060 All Other Financing Sources

Revenues from all other sources are based on historical patterns. Items included are excess cost collections, e-rate, and refund of prior year expenditures.

EXPENDITURES

.3.010 Personal Services – Salaries & Wages

Wage is based on current staffing levels and current negotiated wages.

FY2023 forecasted wage was reduced by \$363,000 and benefits was reduced by \$78,619.

3.020 Employees' Retirement/Insurance Benefits

Anticipated expenditures in these areas are based on historical patterns for retirement, medicare, workers' comp, life insurance, medical reimbursement, and hospital insurance. The Southwestern Ohio Educational Purchasing Council negotiates the district's insurance coverage. For future years a 7% premium increase is being budgeted for health insurance. This amount will be lower than trend due to the lower staffing levels and changes in staff demographics. The five year average increase has been 1.67%, with a peak increase of 8.57% from 2010 to 2011. The District received a 26% increase in healthcare cost for the 2019-20 school year. The net effect of this increase is included in the forecast. The District received a 3.5% in medical insurance cost for the 2021-2022 school year.

3.030 Contracted/Purchased Services

Costs have declined due to less contracted services with the Miami County Educational Service Center for special education students. Natural gas and electricity are two significant cost. The most recent concerns over inflationary trends forced this line item to increase at an exponential rate.

3.040 Supplies/Materials

Educational supplies include textbooks, office supplies, and classroom supplies. Replacement of textbooks is assumed during the forecasted period. Budgeted amounts for textbook and instructional material set-asides are in compliance with HB412. Bus fuel costs are down as price per gallon stabilized somewhat during the year. Overall textbooks, instructional and general supplies costs are projecting a significant increase due to inflation.

3.050 Capital Outlay

Progress has been made in replacing older school buses. Most Capital Purchases will be made from the Permanent Improvement account or the Maintenance Fund. Capital Outlay in the future years will need to be reduced from current and past years expenditures.

4.055 Debt Service

Starting in FY2020 the District has Debt that must be repaid from General Fund the debt is over a 20 year period and is shown on the forecast with amount owed each year.

4.300 Other Objects

Common expenses are for Miami County Auditor/Treasurer Fees for the collection of taxes and election expenses, Auditor of State audit fees, ODE administrative charges for school income tax collections, and Miami County ESC per pupil charges. There was an increase in special needs students being serviced outside the District and that increase has been accounted for in the forecast.