

# MOHAWK LOCAL SCHOOLS FIVE YEAR FORECAST

May 9, 2022  
Rhonda Feasel



# Forecast Summary

Financial Forecast	Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024	Fiscal Year 2025	Fiscal Year 2026
Beginning Balance (Line 7.010) Plus Renewal/New Levies Modeled	7,389,163	7,102,255	8,104,540	8,175,622	7,747,361
+ Revenue	12,709,116	12,607,338	12,483,612	12,483,727	12,259,914
+ Proposed Renew/Replacement Levies	-	-	-	-	216,768
+ Proposed New Levies	-	-	-	-	-
- Expenditures	(12,996,025)	(11,605,053)	(12,412,531)	(12,911,988)	(13,007,683)
= Revenue Surplus or Deficit	(286,908)	1,002,285	71,082	(428,261)	(531,001)
Line 7.020 Ending Balance with renewal/new levies	7,102,255	8,104,540	8,175,622	7,747,361	7,216,359

## Analysis Without Renewal Levies Included:

Revenue Surplus or Deficit w/o Levies	(286,908)	1,002,285	71,082	(428,261)	(747,769)
Ending Balance w/o Levies	7,102,255	8,104,540	8,175,622	7,747,361	6,999,591

## Significant Revenue Changes – November ‘21 to May ‘22

---

- **Public Utility** – Rover appealed their values again in December 2021 which resulted in a \$331,596 lower collection in FY22. An estimated reduction of \$347,188 in FY23; \$360,469 in FY24; \$358,354 in FY25; and \$356,607 in FY26.
  - As compared to the November 2021 forecast: The accumulated reduction over the forecast totals \$1,754,214 in less revenues/available cash.
  - This new appeal lowers their original value from 57% to 39%.
  - A hearing with the Board of Tax Appeals has been moved from May 2022 to September 2022.
- **Income Tax** – Collections came in just over 15% higher than last year. Forecast will slow the trend to 1% increase in FY23 with an average increase of 2% over the forecast period.
  - As compared to the November 2021 forecast: The accumulated increase over the forecast totals \$371,532 in more revenue/available cash
  - Average growth rate of \$62,000 per year

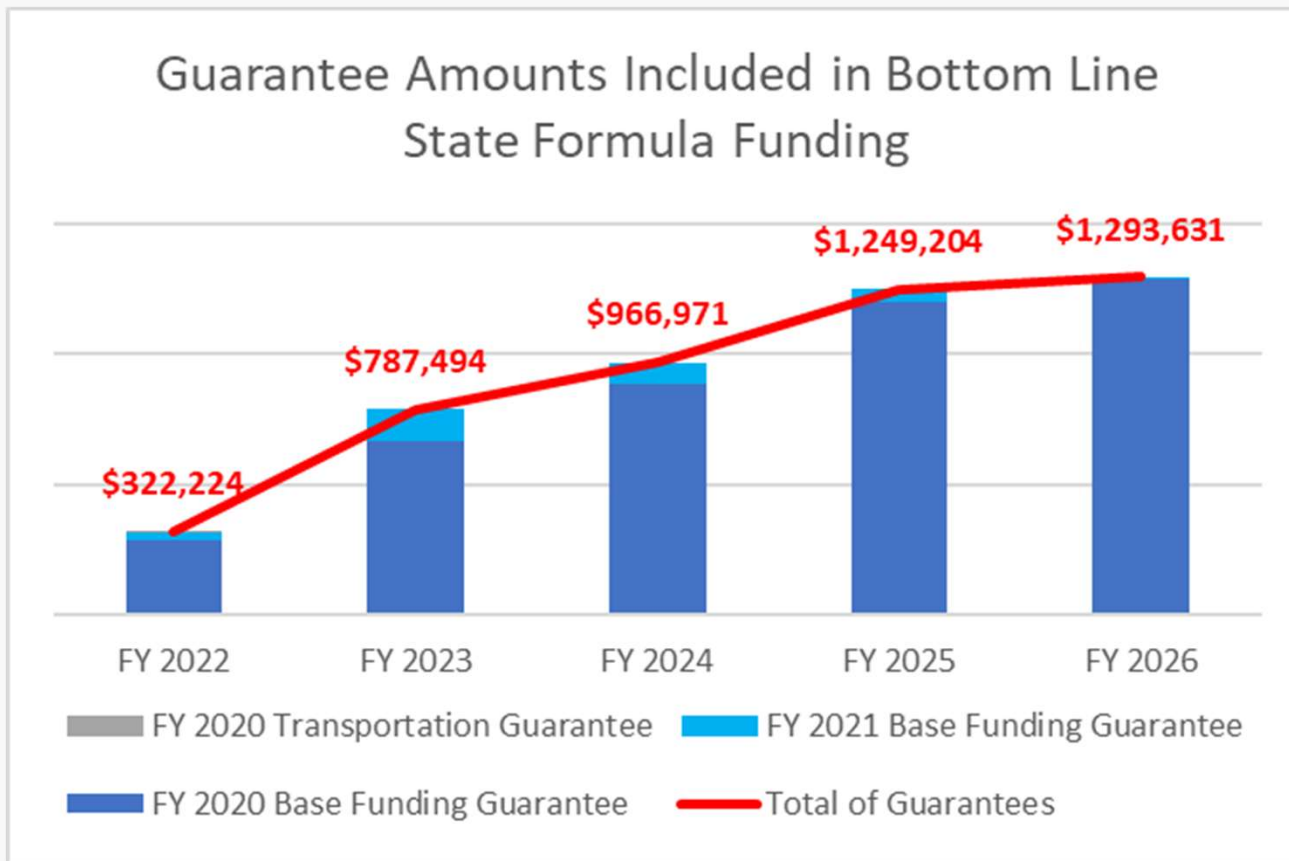
## Significant Revenue Changes – November ‘21 to May ‘22

---

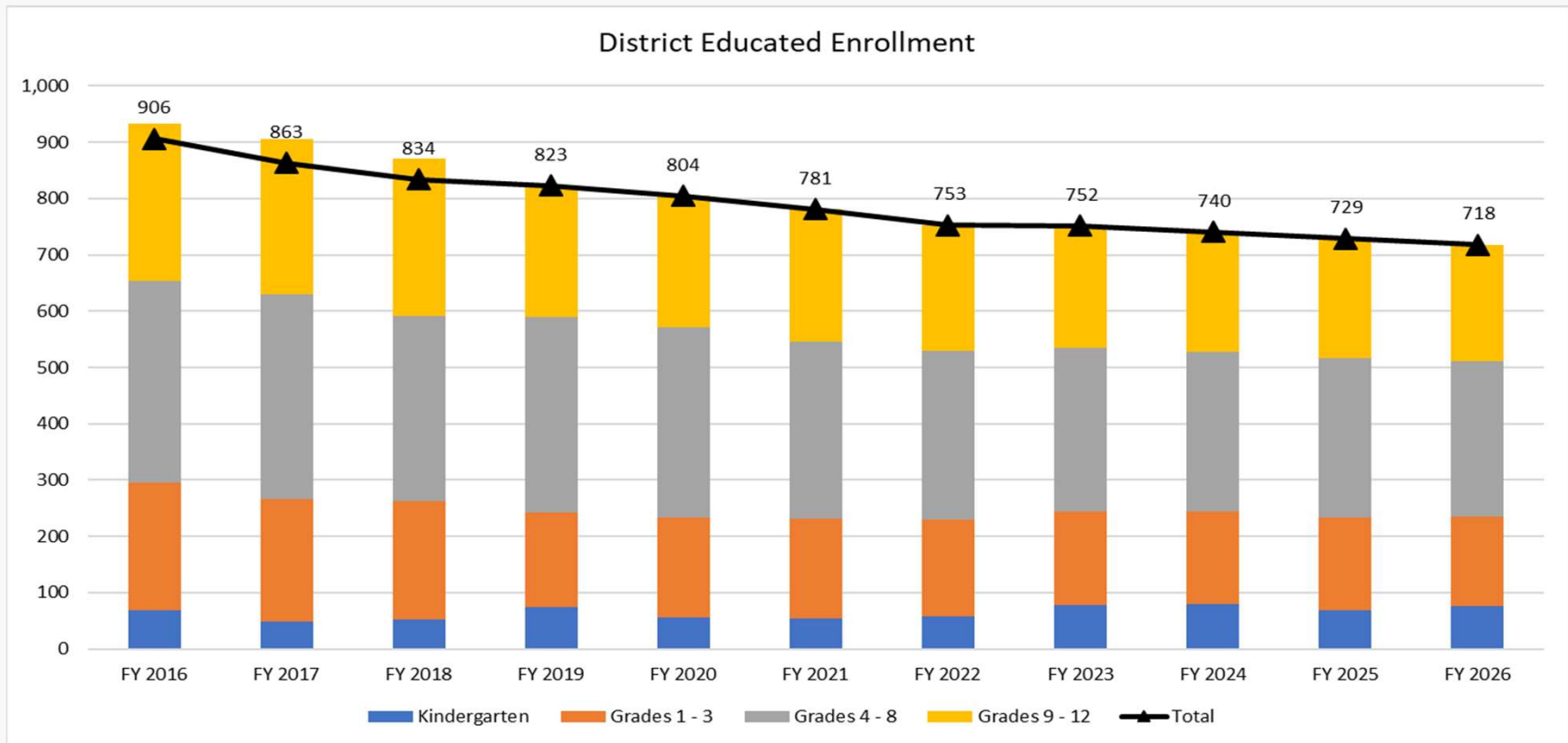
- **All Other Revenue** – Preschool tuition and special education tuition are trending up by \$86,871 in FY22. I forecasted this trend to continue with increases in FY23 through FY 26 totaling \$358,293 in additional revenue/available cash.
  - NO preschool tuition rate increase. Seems to be more typical preschool students and less special needs students.
- **Unrestricted Grants-in-Aid** – As compared to the November 2021 forecast: The accumulated increase over the forecast totals \$792,542 in more revenues/available cash.
  - Contracted special education students funding adjustment

# Guarantee Funding

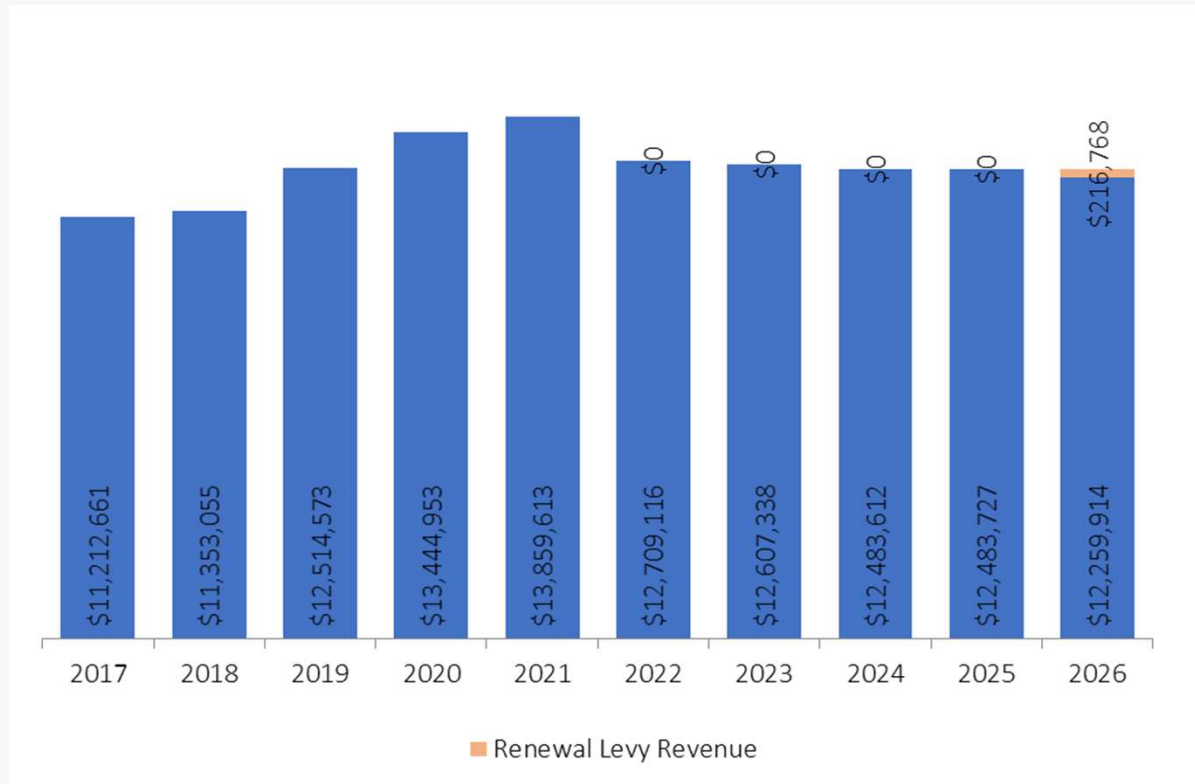
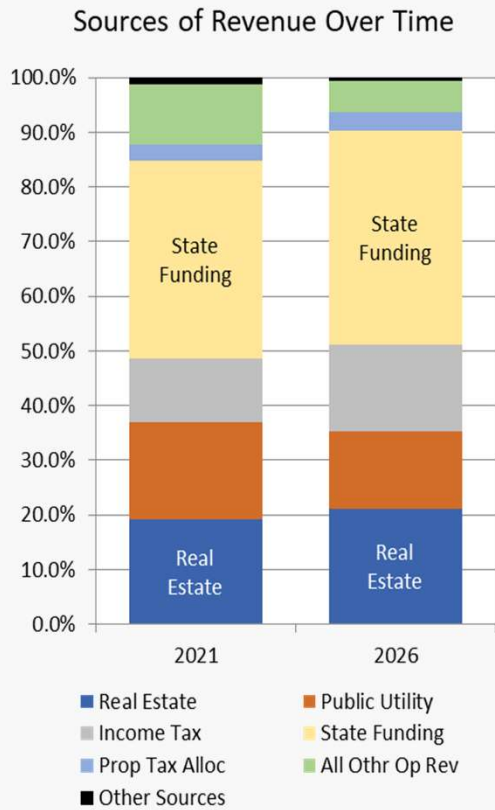
---



# Enrollment



# Sources of Revenues Over Time



## Significant Expenditure Changes – November ‘21 to May ‘22

---

- **Personal Services** – Due to 3 mid-year resignations in FY22 a reduction of \$127,849 is forecasted. One of these positions is not expected to be filled next year and two with newer, less experienced staff resulting in a cumulative reduction of \$355,447.
  - Forecasted 2 staff retirements for FY23 with replacement of staff at lower cost.
  - As compared to the November 2021 forecast: The accumulated decrease in Personal Services is \$483,296 less expenditures/more cash.
- **Retirement & Insurance Benefits** – Insurance rates will increase by 20.8% beginning in June. An increase of 6.5% was previously forecasted.
  - As compared to the November 2021 forecast: The accumulated increase in Retirement & Insurance Benefits is \$1,131,351 more expenditures/less cash.

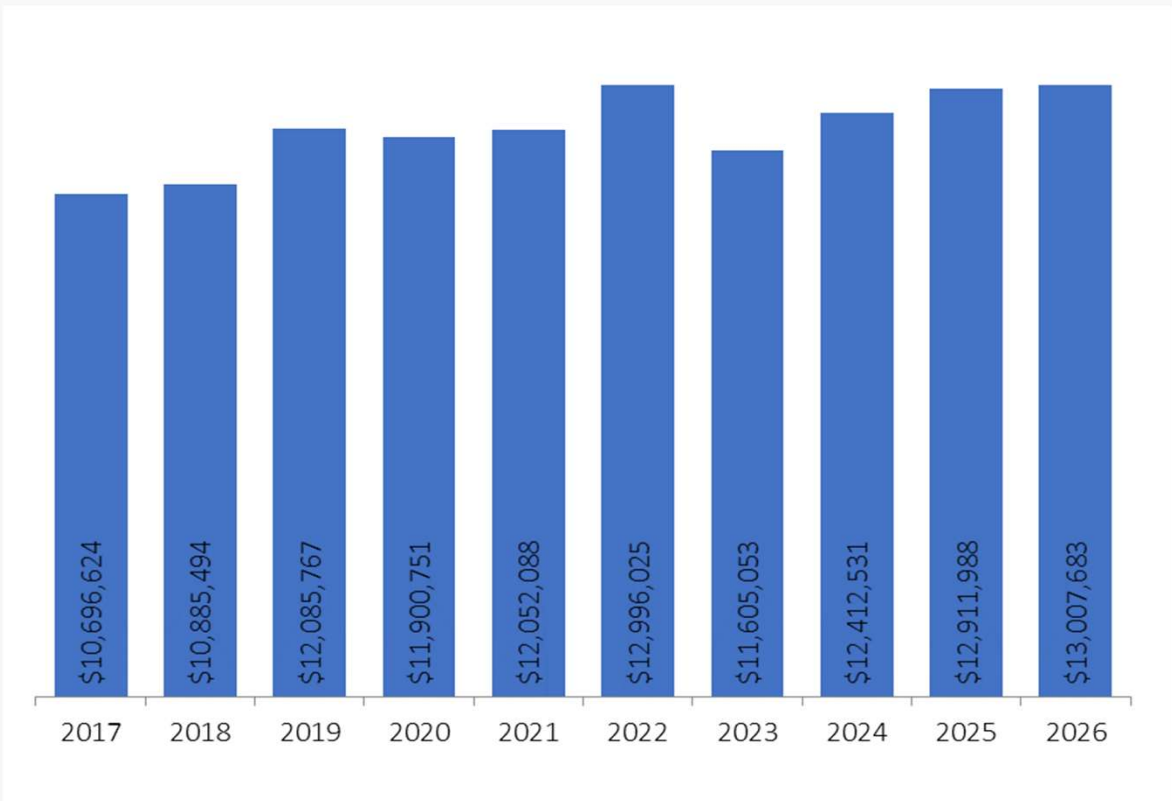
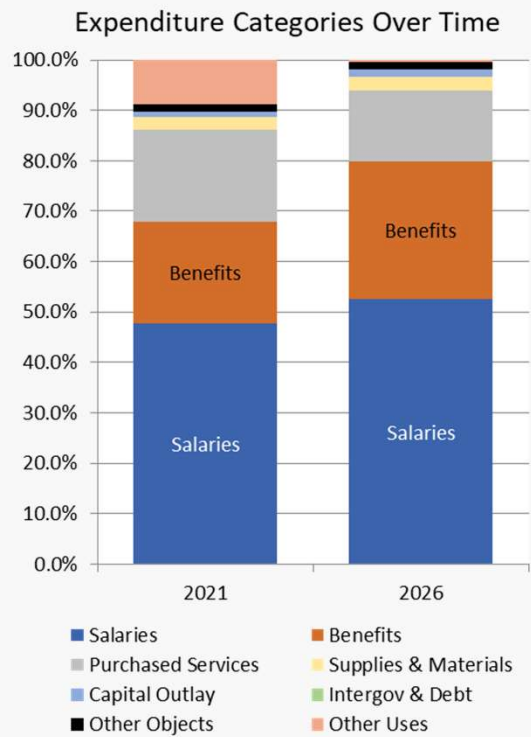


## Significant Expenditure Changes – November ‘21 to May ‘22

---

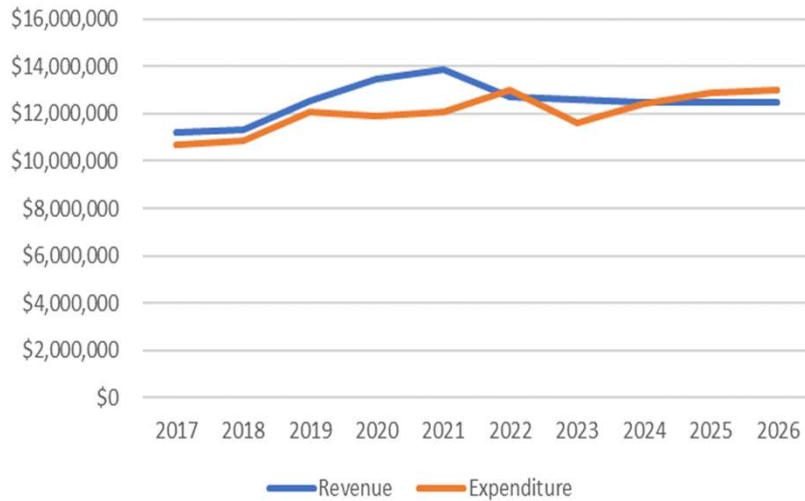
- **Purchased Services** – Several factors resulted in an increase of \$197,361 for FY22: increased bus & building repairs; special education tuition; and utilities.
  - As compared to the November 2021 forecast: The accumulated increase \$1,115,483 more expenditures/less cash.
- **Transfers Out** – Due to various projects approved by the Capital Improvement Committee, transfers increased \$1,000,000 over the November forecast. Likewise transfers in FY23 were reduced by nearly \$1,000,000.
  - As compared to the November 2021 forecast: The accumulated increase over the forecast totals \$131,241 in more expenditures/less available cash.
- **Several General Fund program expenditures have been transferred to ESSER grants through FY23 – around \$1.1 million over 3 years. These expenditures will come back to the General fund in FY24. See the detailed notes to the forecast for more information.**

# Sources of Expenditures Over Time

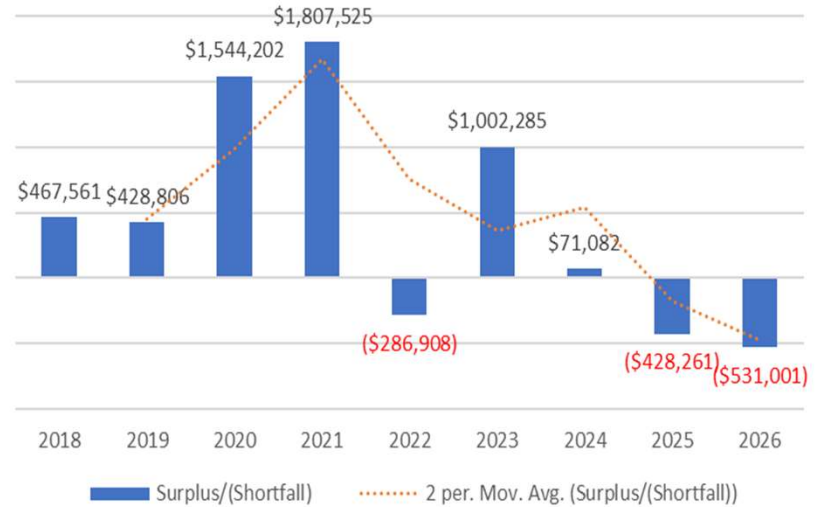


# Revenues VS Expenditures

Revenue Compared to Expenditures



Annual Revenue Surplus/(Shortfall) by FY



## Long Term Stability

---

- In FY14, The District Began Transferring \$200,000 To A “Rainy Day” Fund
- In FY15, The District Began Allocating Money To The Permanent Improvement Fund
- In FY16, The District Transferred \$500,000 To PI Fund For Future Roof Replacement
- In FY17, The District Transferred \$151,237 To Establish A Termination Benefits Fund & \$250,000 To PI
- By FY18, The District Achieved Its Goal Of \$1 Million In The “Rainy Day” Fund And PI Fund Balance Of \$1 Million
- In FY19, The District Transferred \$875,000 To Bond Retirement For Early Payoff Of School Building Bonds
- In FY20, Transfer To Rainy Day \$625,000, Permanent Improvement \$500,000 & \$50,000 Cafeteria
- In FY21, Transfer to Permanent Improvement \$650,000, Cafeteria \$20,000, Athletics \$18,171, and Severance Funds \$46,707
- In FY22, Transfer to Permanent Improvement \$2,000,000 and \$22,009 Severance Funds
- Future transfers to Permanent Improvement and Rainy Day are not out of the question.
- **The goal is NOT to go back to taxpayers for additional NEW money!**

## Forecast Location

---

Forecast and notes are available for inspection for any public school at:

<http://fyf.oecn.k12.oh.us/>

Mohawk Local Schools direct link at:

<http://www.mohawklocal.org/treasurer.aspx>

Treasurer contact information:

[Rhonda.Feasel@mohawklocal.org](mailto:Rhonda.Feasel@mohawklocal.org)

419-927-2414

