

Alexander Local School District
Schedule Of Revenue, Expenditures and Changes In Fund Balances
Actual and Forecasted Operating Fund

	ACTUAL			FORECASTED				
	Fiscal Year 2019	Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024	Fiscal Year 2025	Fiscal Year 2026
Revenue:								
1.010 - General Property Tax (Real Estate)	3,227,902	3,280,093	3,619,959	3,545,956	3,565,105	3,761,238	3,847,716	3,894,588
1.020 - Public Utility Personal Property	2,432,613	2,885,091	3,045,083	3,197,073	3,318,174	3,322,016	3,322,019	3,322,022
1.030 - Income Tax	-	185,672	1,334,786	1,870,305	1,887,305	1,904,305	1,703,734	592,458
1.035 - Unrestricted Grants-in-Aid	9,582,006	9,335,250	9,415,827	9,290,027	9,288,357	9,257,276	9,263,640	9,243,910
1.040 - Restricted Grants-in-Aid	223,984	225,065	225,065	581,555	575,384	606,506	601,665	621,377
1.045 - Restricted Federal Grants-in-Aid - SFSF	-	-	-	-	-	-	-	-
1.050 - Property Tax Allocation	527,006	535,380	549,455	562,109	570,060	591,678	610,499	617,727
1.060 - All Other Operating Revenues	2,054,113	1,847,755	1,902,312	627,081	615,913	620,202	624,676	629,351
1.070 - Total Revenue	18,047,624	18,294,307	20,092,486	19,674,106	19,820,298	20,063,221	19,973,949	18,921,433
Other Financing Sources:								
2.010 - Proceeds from Sale of Notes	-	-	-	-	-	-	-	-
2.020 - State Emergency Loans and Advancements	-	-	-	-	-	-	-	-
2.040 - Operating Transfers-In	109,316	106,150	107,650	99,150	105,475	106,432	107,179	107,650
2.050 - Advances-In	-	-	-	640,441	-	-	-	-
2.060 - All Other Financing Sources	41,006	73,813	186,100	29,556	5,000	5,000	5,000	5,000
2.070 - Total Other Financing Sources	150,322	179,963	293,750	769,147	110,475	111,432	112,179	112,650
2.080 - Total Revenues and Other Financing Sources	18,197,946	18,474,270	20,386,236	20,443,253	19,930,773	20,174,653	20,086,128	19,034,083
Expenditures:								
3.010 - Personnel Services	6,588,249	6,721,588	6,089,332	6,866,961	7,168,513	7,411,929	7,737,400	7,869,152
3.020 - Employees' Retirement/Insurance Benefits	2,634,173	2,851,017	2,756,124	2,892,821	3,059,816	3,206,176	3,387,302	3,499,050
3.030 - Purchased Services	2,823,196	3,154,330	3,047,008	1,569,862	1,505,663	1,513,209	1,659,295	1,687,652
3.040 - Supplies and Materials	591,083	442,620	541,655	710,452	865,246	873,974	851,682	843,039
3.050 - Capital Outlay	406,138	851,702	241,812	440,088	525,579	308,102	347,281	655,633
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	165,000	165,000	175,000	170,000	185,000	195,000	205,000	105,000
4.060 - Interest and Fiscal Charges	81,561	74,962	68,210	60,664	53,493	45,946	37,693	31,514
4.300 - Other Objects	233,078	267,911	266,070	269,170	311,561	330,913	320,345	324,860
4.500 - Total Expenditures	13,522,479	14,529,130	13,185,212	12,980,018	13,674,870	13,885,248	14,545,998	15,015,901
Other Financing Uses								
5.010 - Operating Transfers-Out	4,177,694	4,282,231	4,191,030	4,436,309	5,019,334	5,340,996	5,546,086	5,652,302
5.020 - Advances-Out	-	-	-	640,441	-	-	-	-
5.030 - All Other Financing Uses	-	-	-	-	-	-	-	-
5.040 - Total Other Financing Uses	4,177,694	4,282,231	4,191,030	5,076,750	5,019,334	5,340,996	5,546,086	5,652,302
5.050 - Total Expenditures and Other Financing Uses	17,700,173	18,811,361	17,376,242	18,056,768	18,694,204	19,226,244	20,092,084	20,668,203
Excess of Rev & Other Financing Uses Over (Under)								
6.010 - Expenditures and Other Financing Uses	497,774	(337,091)	3,009,994	2,386,485	1,236,569	948,409	(5,956)	(1,634,119)
Cash Balance July 1 - Excluding Proposed Renewal/								
7.010 - Replacement and New Levies	3,882,257	4,380,031	4,042,939	7,052,934	9,439,419	10,675,988	11,624,397	11,618,440
7.020 - Cash Balance June 30	4,380,031	4,042,939	7,052,934	9,439,419	10,675,988	11,624,397	11,618,440	9,984,321
8.010 - Estimated Encumbrances June 30	-	-	-	-	-	-	-	-
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	4,380,031	4,042,939	7,052,934	9,439,419	10,675,988	11,624,397	11,618,440	9,984,321
Rev from Replacement/Renewal Levies								
11.010 - Income Tax - Renewal	-	-	-	-	-	-	217,571	1,345,847
11.020 - Property Tax - Renewal or Replacement	-	-	-	-	-	-	-	-
11.030 - Cumulative Balance of Replacement/Renewal Levies	-	-	-	-	-	-	217,571	1,563,418
Fund Balance June 30 for Certification								
12.010 - of Contracts, Salary and Other Obligations	4,380,031	4,042,939	7,052,934	9,439,419	10,675,988	11,624,397	11,836,011	11,547,739
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	4,380,031	4,042,939	7,052,934	9,439,419	10,675,988	11,624,397	11,836,011	11,547,739



Alexander Local School District

Five Year Forecast Notes

May 11, 2022

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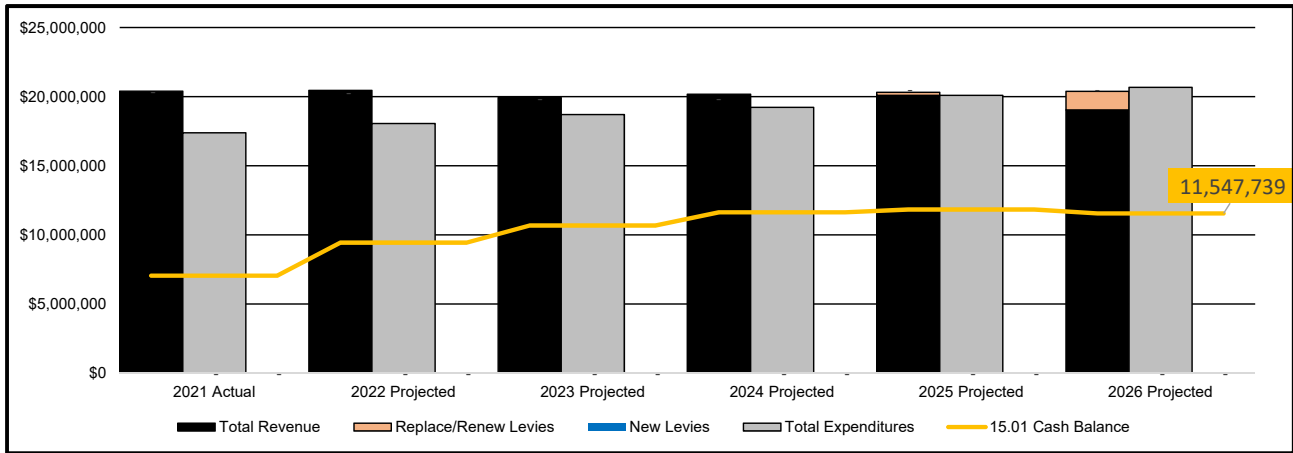
Forecast Purpose/Objectives

Ohio Department of Education's purposes/objectives for the five-year forecast are:

1. To engage the local board of education and the community in the long range planning and discussions of financial issues facing the school district.
2. To serve as a basis for determining the school district's ability to sign the certificate required by O.R.C. §5705.412, commonly known as the "412 certificate."
3. To provide a method for the Department of Education and Auditor of State to identify school districts with potential financial problems.

Forecast Methodology - This forecast is prepared based upon historical trends and current factors. This information is then extrapolated into estimates for subsequent years. The forecast variables can change multiple times throughout the fiscal year and while cash flow monitoring helps to identify unexpected variances no process is guaranteed. The intent is to provide the district's financial trend over time and a roadmap for decisions aimed at encouraging financial sustainability and stability.

Forecast Summary



Note: Cash balance (Line 7.020) plus any existing levy modeled as renewed or new during the forecast.

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	7,052,934	9,439,419	10,675,988	11,624,397	11,836,011
+ Revenue	20,443,253	19,930,773	20,174,653	20,086,128	19,034,083
+ Proposed Renew/Replacement Levies	-	-	-	217,571	1,345,847
+ Proposed New Levies	-	-	-	-	-
- Expenditures	(18,056,768)	(18,694,204)	(19,226,244)	(20,092,084)	(20,668,203)
= Revenue Surplus or Deficit	2,386,485	1,236,569	948,409	211,615	(288,272)
Line 7.020 Ending Balance with renewal/new levies	9,439,419	10,675,988	11,624,397	11,836,011	11,547,739

Analysis Without Renewal Levies Included:

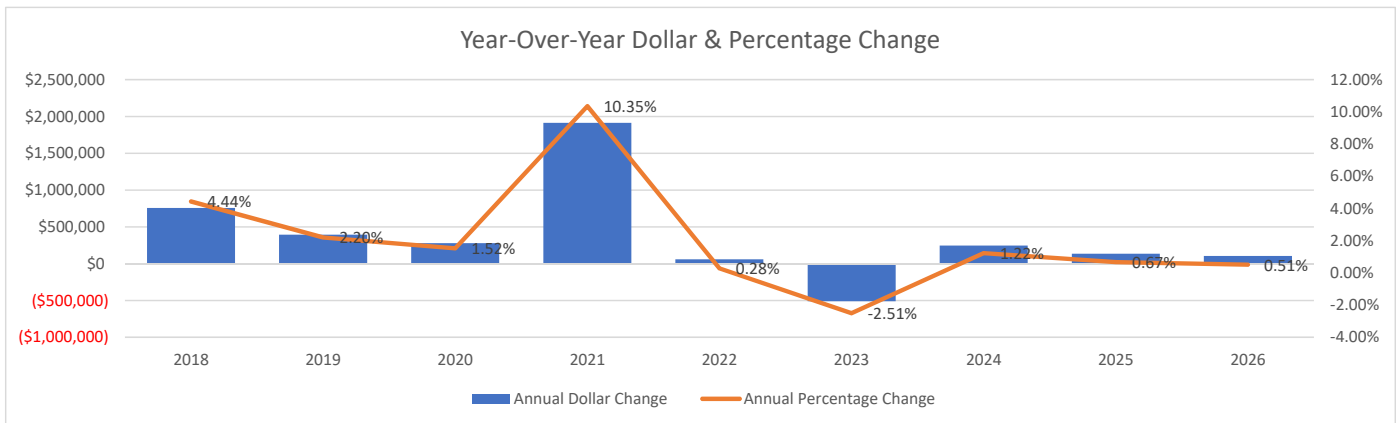
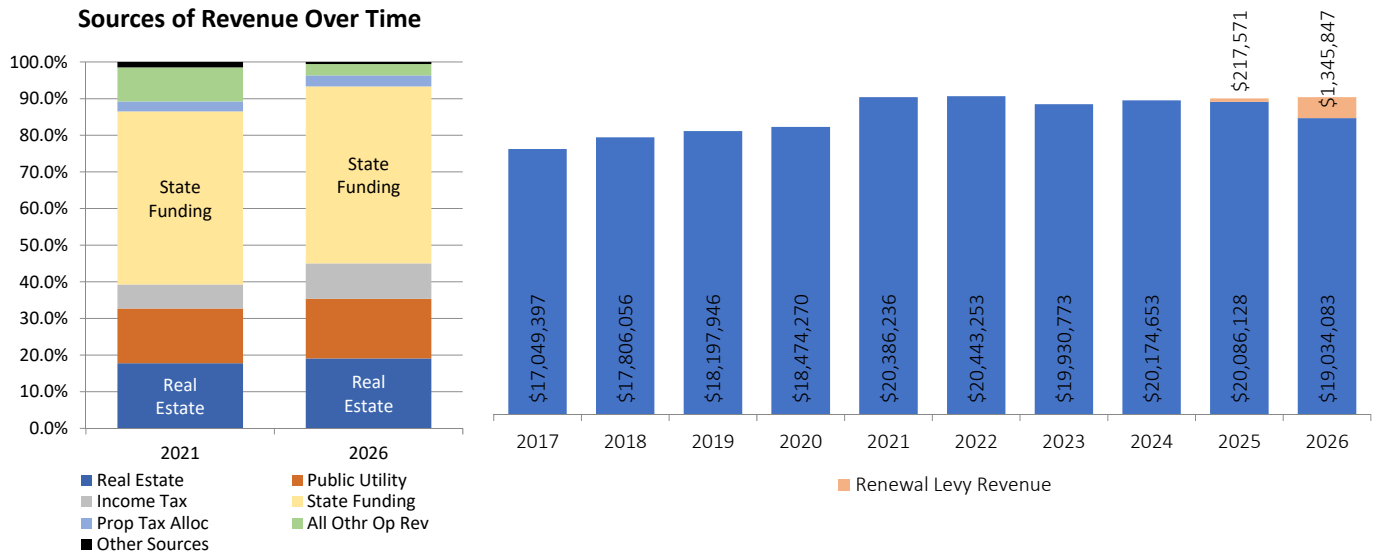
Revenue Surplus or Deficit w/o Levies	2,386,485	1,236,569	948,409	(5,956)	(1,634,119)
Ending Balance w/o Levies	9,439,419	10,675,988	11,624,397	11,618,440	9,984,321

In FY 2022 a revenue surplus is expected. This means that expenditures are expected to be less than revenue by -\$2,386,485 in FY 2022. By the last year of the forecast, FY 2026, the district is expected to have a revenue shortfall where expenditures are projected to be greater than revenue by \$1,634,119. The district would need to cut its FY 2026 projected expenses by 7.91% in order to balance its budget without additional revenue.

The district's cash balance is positive at year-end in FY 2022 and is projected to improve by FY 2026. A worsening cash balance can erode the district's financial stability over time.

Any forecast becomes less accurate in the projected years that are furthest out due to continued changes in enrollment, health insurance volatility, uncertainties with state funding beyond current law, labor union negotiations, and other decisions that can impact expenditures. The forecast does serve as a planning tool, allowing the Board time to react and make decisions that can impact those future years.

Revenue Sources and Forecast Year-Over-Year Projected Overview



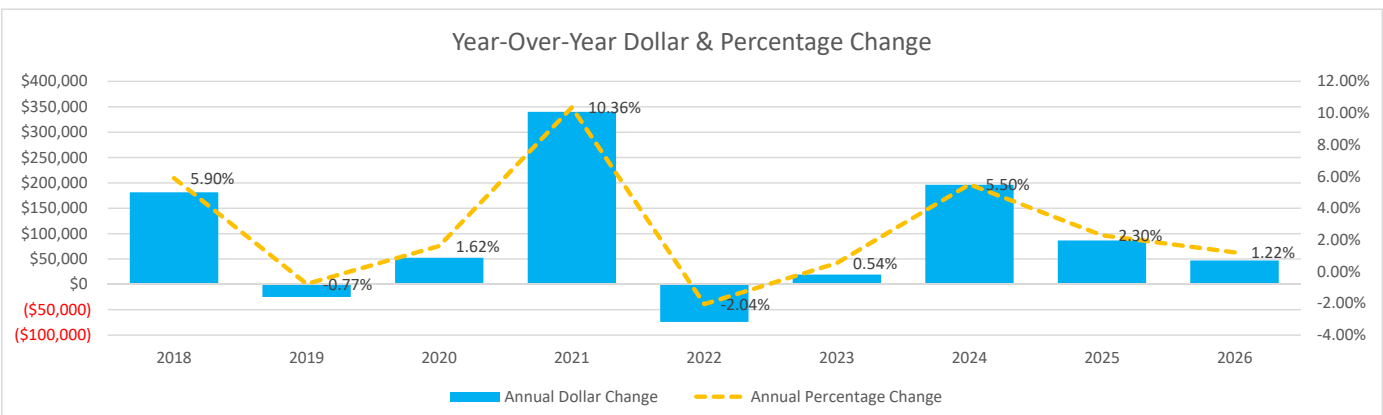
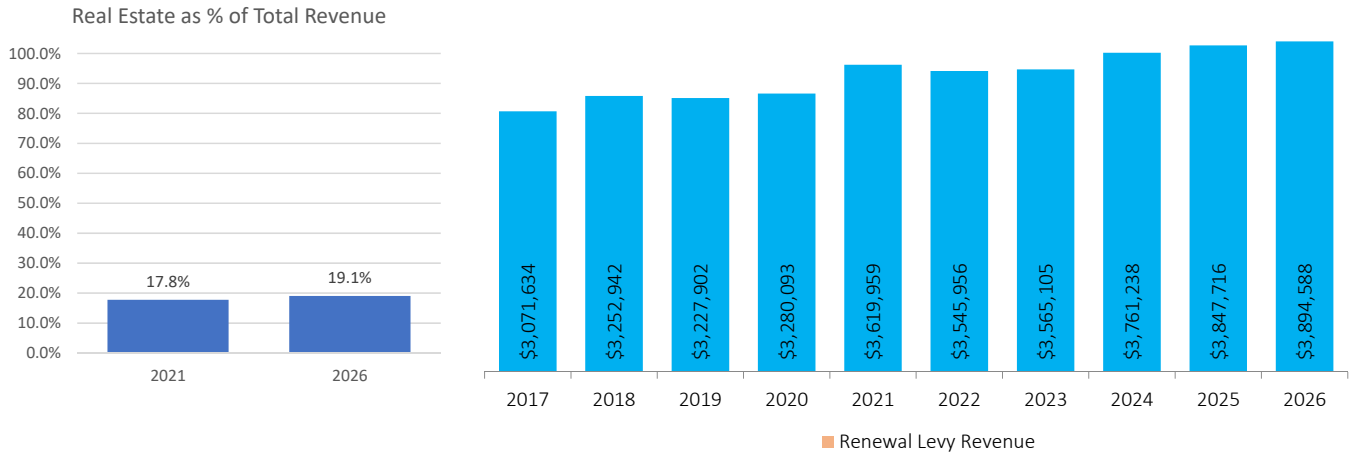
5-Year Historical Actual Average Annual Dollar Change Compared to 5-year Projected

	Historical Average Annual \$\$ Change	Projected Average Annual \$\$ Change	Projected Compared to Historical Variance	Total revenue increased 4.33% or \$796,174 annually during the past 5-Year period and is projected to increase 0.03% or \$5,127 annually through FY2026. All Othr Op Rev has the most projected average annual variance compared to the historical average at -\$375,143
Real Estate	116,455	54,926	(\$61,529)	
Public Utility	\$337,292	\$55,388	(\$281,904)	
Income Tax	\$266,957	\$127,092	(\$139,865)	
State Funding	(\$31,839)	44,879	\$76,718	
Prop Tax Alloc	\$9,489	\$13,654	\$4,165	
All Othr Op Rev	\$120,551	(\$254,592)	(\$375,143)	
Other Sources	(\$22,730)	(\$36,220)	(\$13,490)	
Total Average Annual Change	796,174 4.33%	5,127 0.03%	(\$791,047) -4.31%	

Note: Expenditure average annual change is projected to be > \$658,392. On an annual average basis, expenditures are projected to grow faster than revenue.

1.010 - General Property Tax (Real Estate)

Revenue collected from taxes levied by a school district by the assessed valuation of real property using effective tax rates for class I (residential/agricultural) and class II (business).



Values, Tax Rates and Gross Collections							Gross Collection Rate Including Delinquencies
Tax Yr	Valuation	Value Change	Class I Rate	Change	Class II Rate	Change	
2020	204,530,890	12,373,590	20.00	-	20.68	-	99.8%
2021	206,818,650	2,287,760	20.00	(0.00)	20.62	(0.06)	100.0%
2022	210,150,650	3,332,000	20.00	-	20.59	(0.04)	100.0%
2023	221,669,193	11,518,543	20.00	-	20.14	(0.44)	100.0%
2024	223,492,126	1,822,933	20.00	-	20.14	(0.00)	100.0%
2025	226,724,018	3,231,892	20.00	-	20.11	(0.03)	100.0%

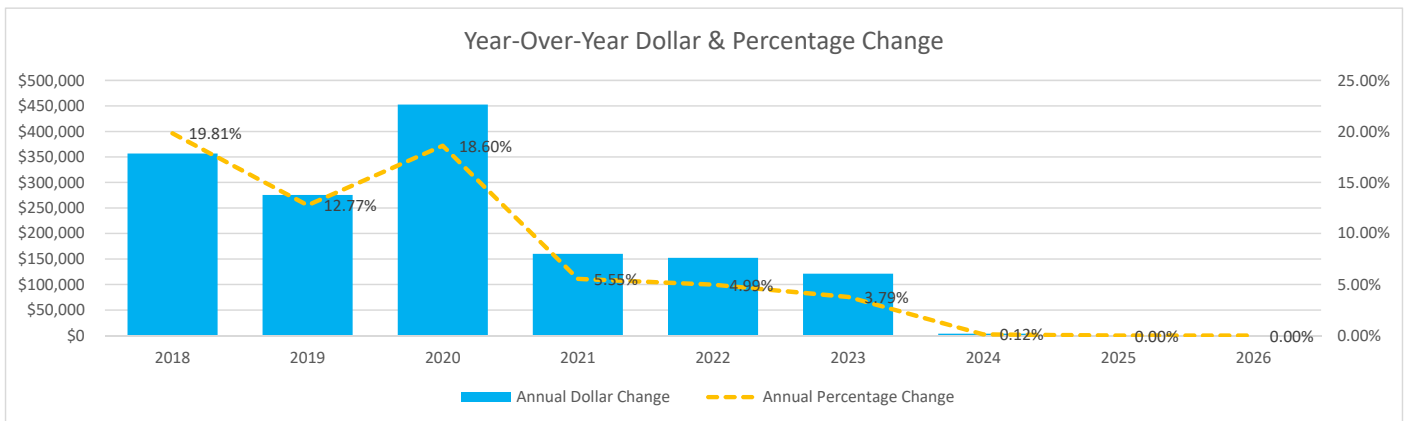
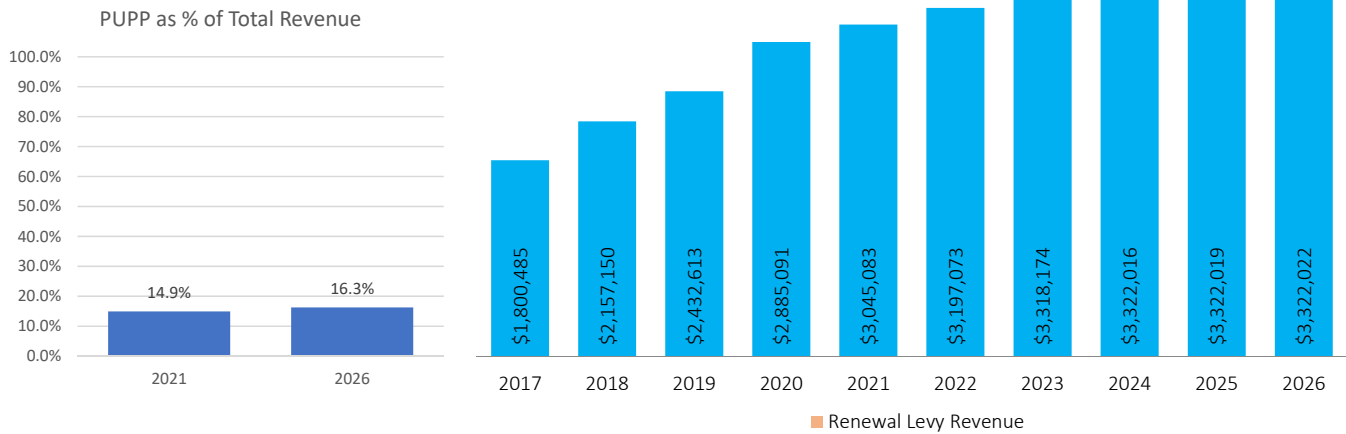
Real estate property tax revenue accounts for 17.76% of total revenue. Class I or residential/agricultural taxes make up approximately 92.69% of the real estate property tax revenue. The Class I tax rate is 20. mills in tax year 2021. The projections reflect an average gross collection rate of 100.0% annually through tax year 2025. The revenue changed at an average annual historical rate of 3.54% and is projected to change at an average annual rate of 1.48% through FY 2026.

Alexander Local School District is located within three counties from which the district receives property tax revenue. The majority of the district is within Athens County, the balance being made up of Columbia Township (Meigs County) and a small portion of Vinton County. Athens County had its reappraisal for 2020 (taxes paid in 2021) which added approximately \$9.3 million in new residential / agricultural valuation. Meigs County had their triennial update in 2019 which added approximately \$1.5 million in new residential / agricultural valuation. The other growth is related to projected new construction within the District.

*Projected % trends include renewal levies

1.020 - Public Utility Personal Property

Revenue generated from public utility personal property valuations multiplied by the district's full voted tax rate.



Values and Tax Rates					Gross Collection Rate Including Delinquencies
Tax Year	Valuation	Value Change	Full Voted Rate	Change	
2020	90,874,940	1,085,970	33.70	-	100.0%
2021	98,558,910	7,683,970	33.70	-	100.1%
2022	98,559,010	100	33.70	-	100.0%
2023	98,559,110	100	33.70	-	100.0%
2024	98,559,210	100	33.70	-	100.0%
2025	98,559,310	100	33.70	-	100.0%

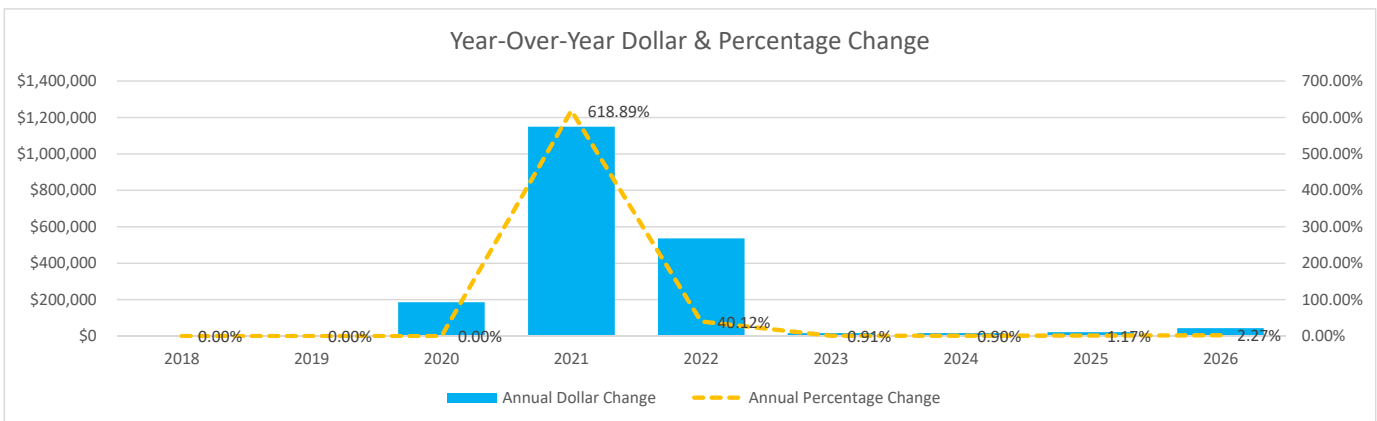
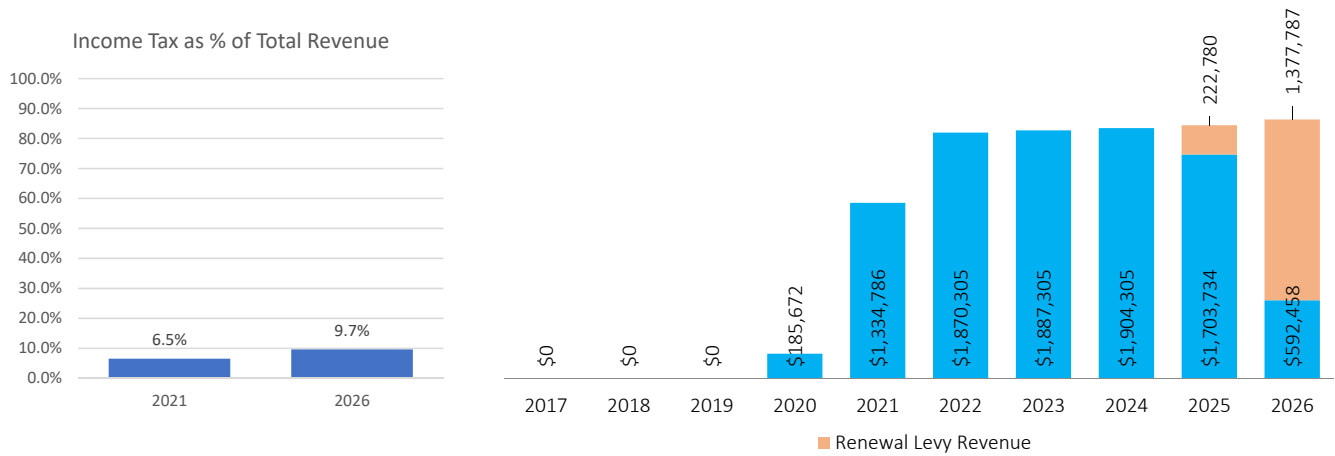
The public utility personal property tax revenue is generated from the personal property values, additions, and depreciation reported by the utility companies. This category currently makes up 14.94% of total district revenue. The property is taxed at the full voted tax rate which in tax year 2021 is 33.7 mills. The forecast is modeling an average gross collection rate of 100.03%. The revenue changed historically at an average annual dollar amount of \$337,292 and is projected to change at an average annual dollar amount of \$55,388 through FY 2026.

The District's PUPP values increased in 2015 and again so in 2016 due in large part to the Texas Eastern pipeline installation. The PUPP valuation decreased by about \$2.2 million for 2017. In 2018, PUPP increased again by \$18.5 million due in large part to additional improvements by Texas Eastern. The District experienced another increase of about \$8.3 million in 2019, \$1 million in 2020, and \$7.6 million in 2021. The District expects minimal to no growth in PUPP values going forward. The large increases experienced in recent years are not typical for the Alexander District.

*Projected % trends include renewal levies

1.030 - Income Tax

Revenue collected from income tax earmarked specifically to support schools with a voter approved tax by residents of the school district; separate from federal, state and municipal income taxes.



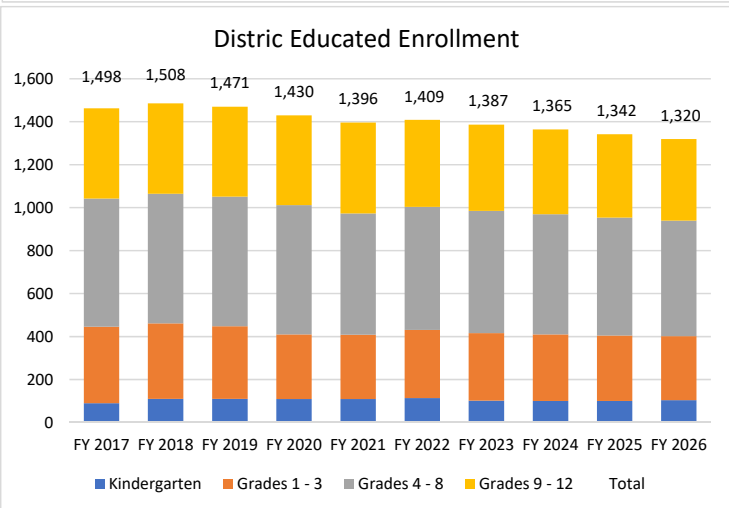
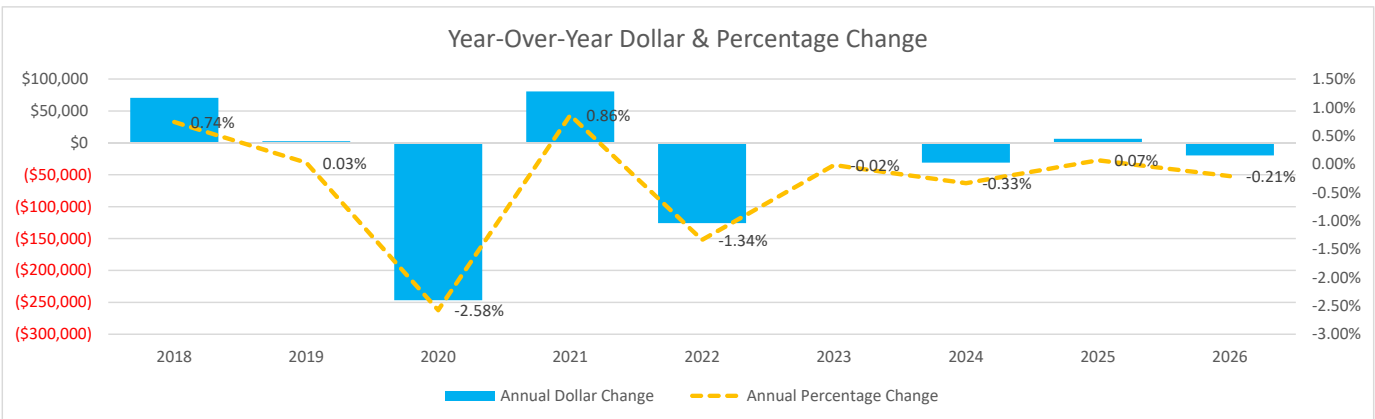
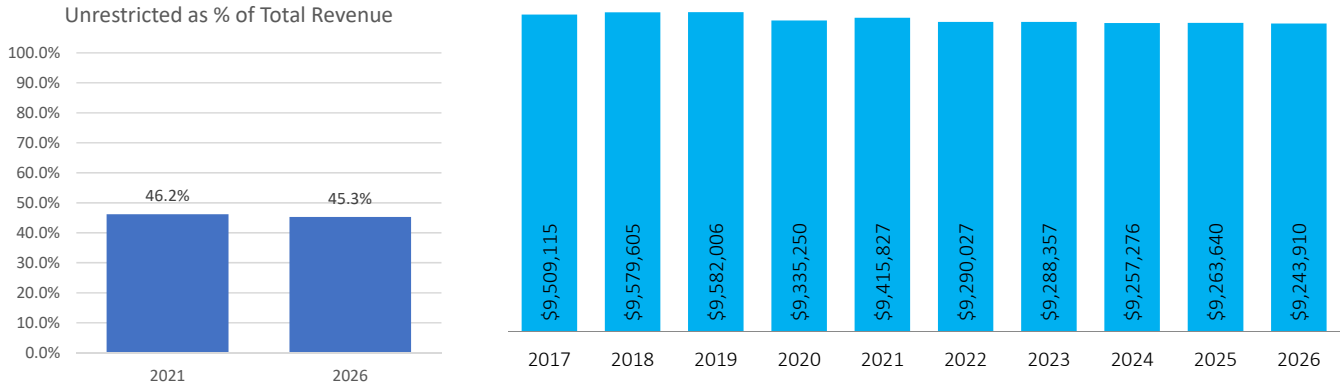
The district maintained one income tax levy in FY 2021. The average annual dollar change in total income tax revenue is forecasted to be \$127,092 through FY 2026. The district is projecting income tax renewal activity through FY 2026. Income tax revenue is projected to account for 9.7% of total district revenue in FY 2026.

The District residents approved a 1% earned income tax for 5 years beginning in 2020 running through 2024. The Department of Taxation estimated that this would generate approximately \$1.6 million annually. Alexander received their first distribution in April 2020 and the amounts should continue to ramp up each quarter going forward. Income tax revenue is directly impacted by the earned income of District residents. In the first full year of collections, the levy generated approximately \$1.8 million net of fees.

**Projected % trends include renewal levies*

1.035 - Unrestricted Grants-in-Aid

Funds received through the State Foundation Program with no restriction.



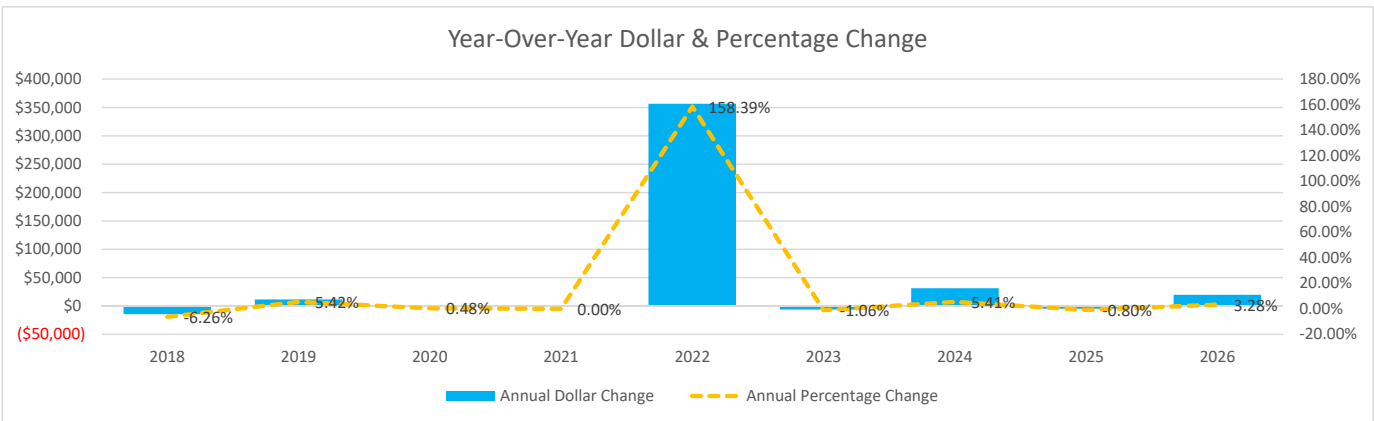
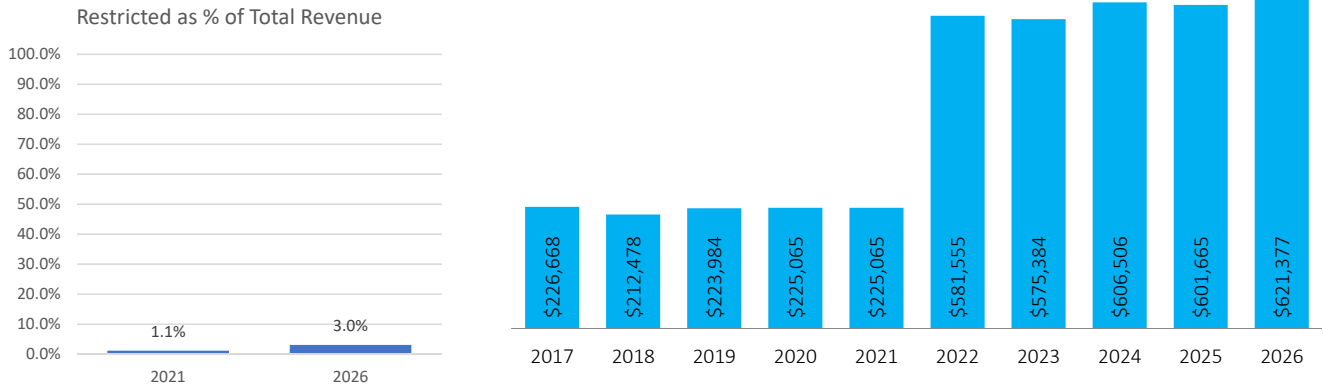
Beginning in FY 2022 Ohio adopted the Fair School Funding Plan (FSFP). Funding is driven by a base cost methodology that incorporates the four components identified as necessary to the education process. The Base Cost is currently calculated for two years using a statewide average from historical actual data.

For Alexander Local School District the calculated Base Cost total is \$10,428,874 in FY 2022. The state's share of the calculated Base Cost total is \$4,912,255 or \$3,486 per pupil.

The FSFP change to district educated enrollment could be lower than the district's historical formula funded enrollment but also potentially reduces tuition cost. In FY 2021, the district had approximately \$1,623,483 in possible tuition cost reductions. These reductions will be reflected in the purchased services expenditure note.

1.040 & 1.045 - Restricted Grants-in-Aid

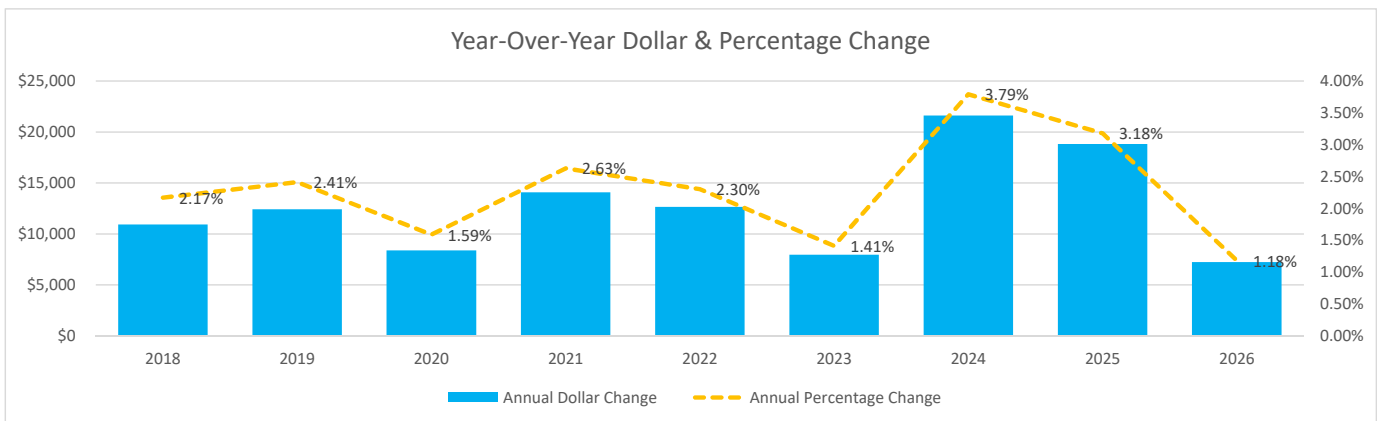
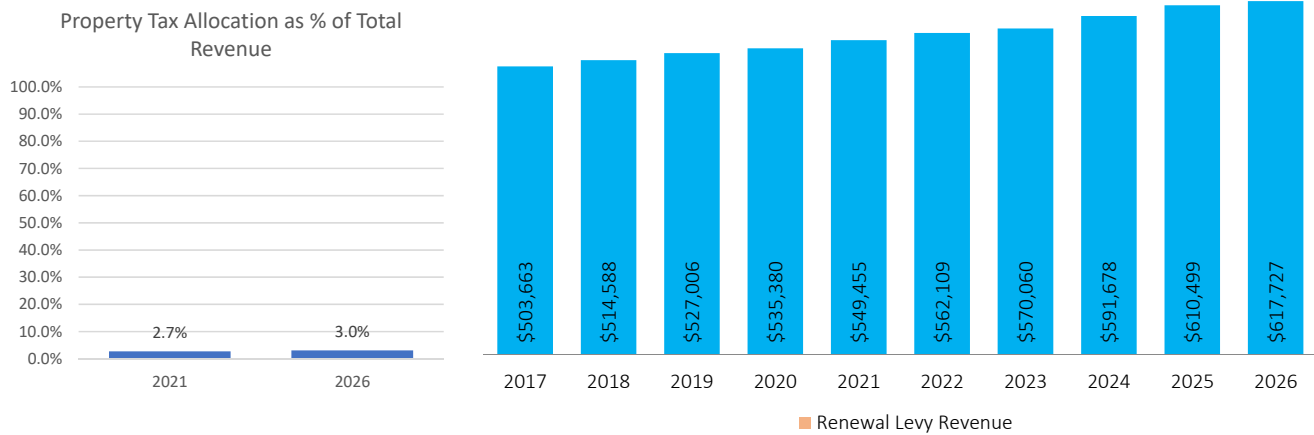
Funds received through the State Foundation Program or other allocations that are restricted for specific purposes.



Restricted aid is the portion of state per pupil funding that must be classified as restricted use. Historically the district's restricted state aid changed annually on average by \$4,196 and is projected to change annually on average by \$79,262. Restricted funds represent 1.10% of total revenue. Starting in FY 2022 the district's Success & Wellness funding is considered restricted, the state's share of this funding is recorded as restricted is \$278,525. This funding has implications on general fund expenditures in that certain spending now occurring in a fund external to the general fund could shift to the general fund. The expenditures in this forecast are adjusted to reflect this change.

1.050 - Property Tax Allocation

Includes funds received for Tangible Personal Property Tax Reimbursement, Electric Deregulation, Homestead and Rollback.



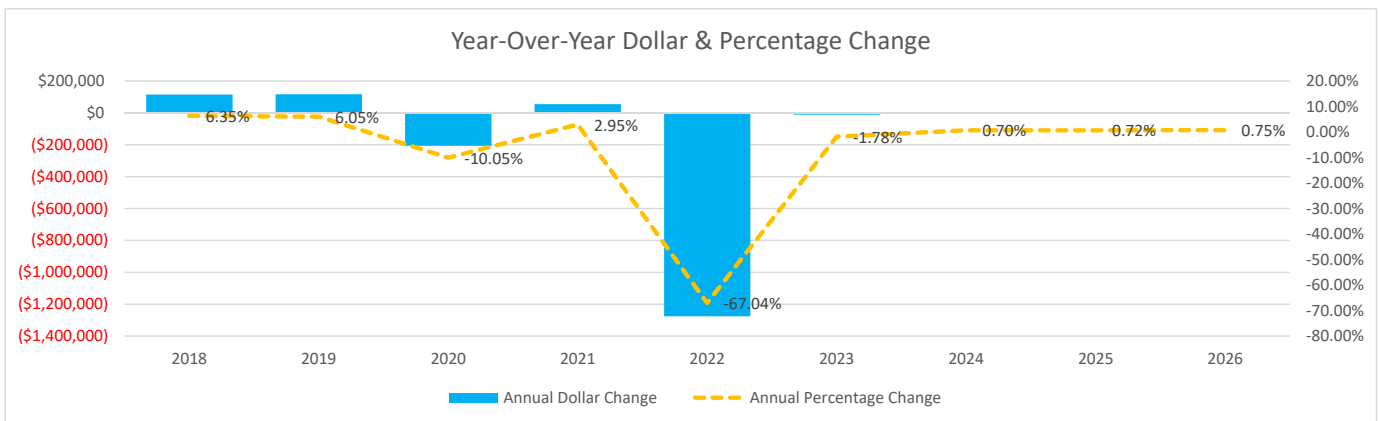
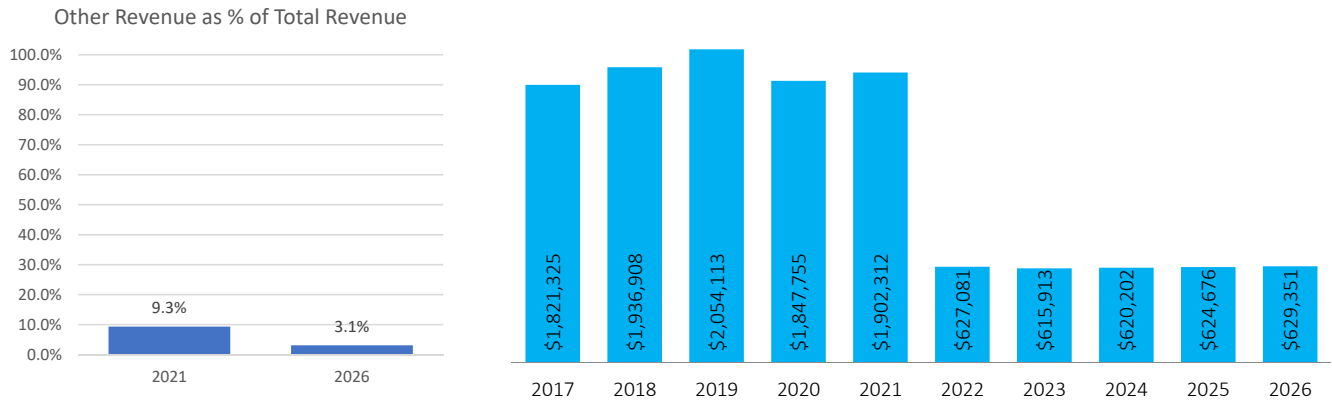
Property tax allocation primarily consists of reimbursements from the state of Ohio for local taxpayer credits or reductions. The state reduces the local taxpayer's tax bill with a 10% rollback credit, and 2.5% owner-occupied rollback credit, plus a homestead credit for qualifying taxpayers. In FY 2022, approximately 11.2% local residential property taxes will be reimbursed by the state in the form of rollback credits and approximately 3.3% will be reimbursed in the form of qualifying homestead exemption credits.

This revenue is directly tied to property tax collection amounts. Since property valuations are expected to steadily rise throughout the forecasted period, state paid property tax reimbursements are also expected to trend upward.

**Projected % trends include renewal levies*

1.060 - All Other Operating Revenues

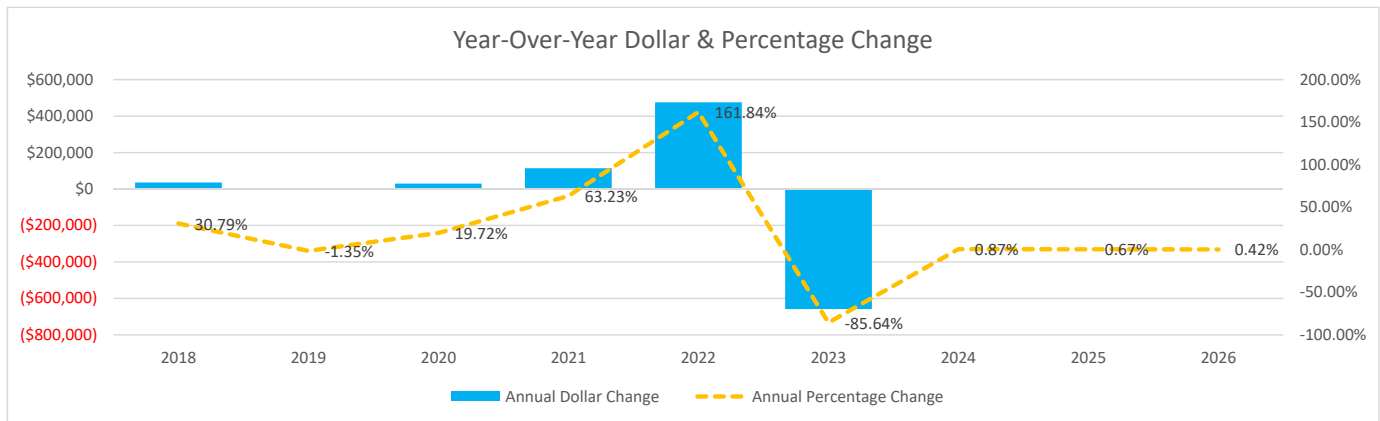
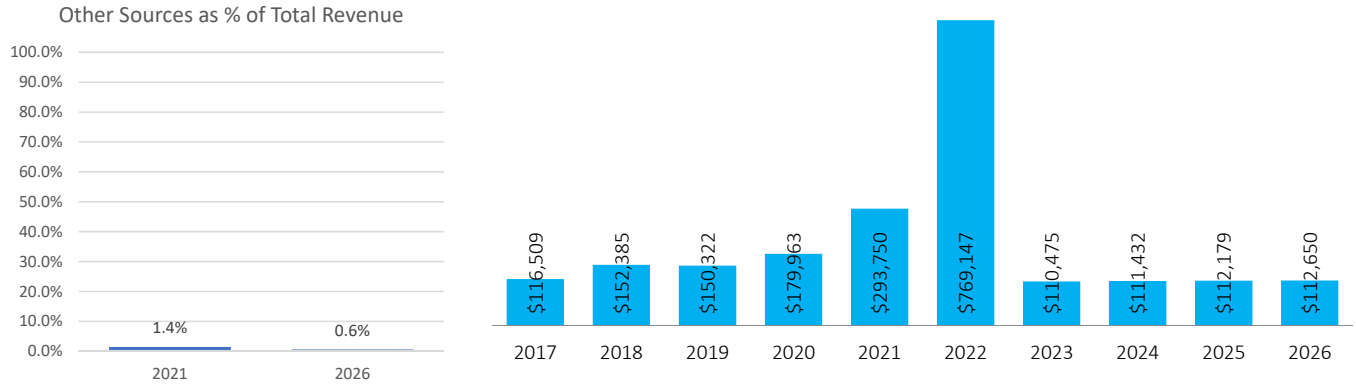
Operating revenue sources not included in other lines; examples include tuition, fees, earnings on investments, rentals, and donations.



Other revenue includes tuition received by the district for non-resident students educated by the district. It also includes interest income, payments in lieu of taxes, and miscellaneous revenue. The historical average annual change was \$120,551. The projected average annual change is -\$254,592 through FY 2026. The FSFP includes per pupil funding for any open enrollment in students the district is educating. This revenue, if any, was recorded in 'other revenue' prior to FY 2022. Fiscal year 2022 and beyond will not include any open enrollment in revenue. The district posted revenue code 1227 open enrollment in revenue of \$1,262,263 in FY 2021.

2.070 - Total Other Financing Sources

Includes proceeds from sale of notes, state emergency loans and advancements, operating transfers-in, and all other financing sources like sale and loss of assets, and refund of prior year expenditures.



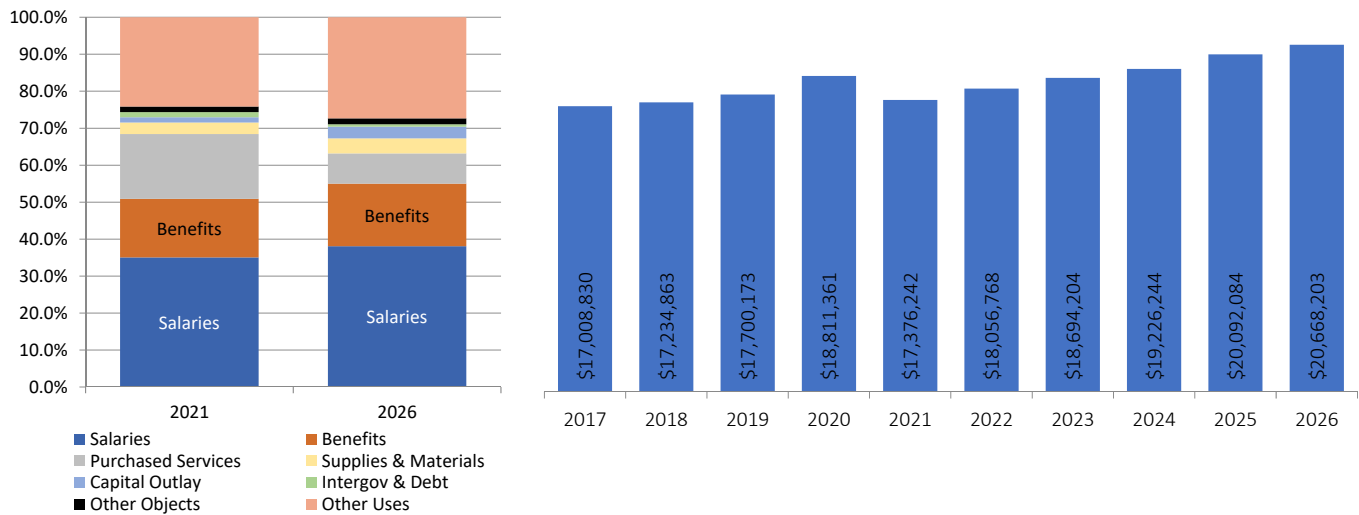
	2021	2022	2023	2024	2025	2026
Transfers In	107,650	99,150	105,475	106,432	107,179	107,650
Advances In	-	640,441	-	-	-	-
All Other Financing Sources	186,100	29,556	5,000	5,000	5,000	5,000

Other sources includes revenue that is generally classified as non-operating. Return advances-in are the most common revenue source. In FY 2021 the district received \$0 as advances-in and is projecting advances of \$640,441 in FY 2022. The district also receives other financing sources such as refund of prior year expenditures in this category. The district is projecting that all other financing sources will be \$29,556 in FY 2022 and average \$5,000 annually through FY 2026.

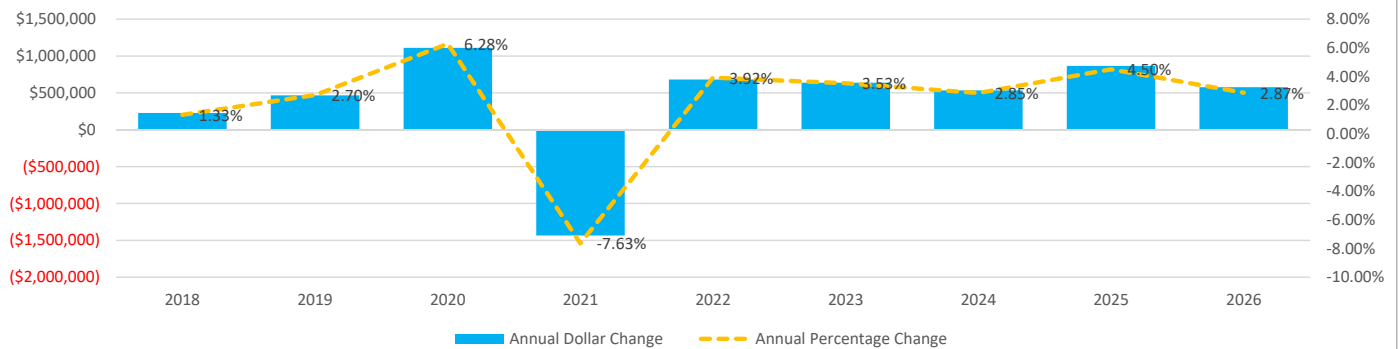
The large increase in FY2021 is from the Ohio BWC rebates released by the state as well as the AEP LED rebates from the lighting project. The large increase in FY2022 is from the return of advances that were made from the general fund to other funds. This occurs when the district temporarily moves funds from the general fund to grant funds while waiting to be reimbursed by the state from the grant. Once the reimbursement is received, the district returns the advance back to the general fund and it shows up as a receipt in this category.

Expenditure Categories and Forecast Year-Over-Year Projected Overview

Expenditure Categories Over Time



Year-Over-Year Dollar & Percentage Change



5-Year Historical Actual Average Annual Dollar Change Compared to 5-Year Projected

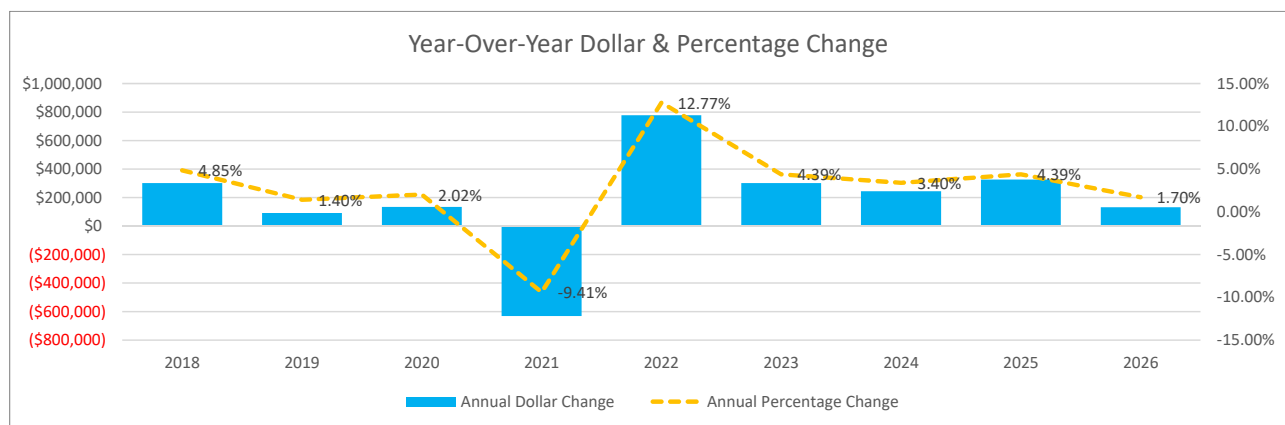
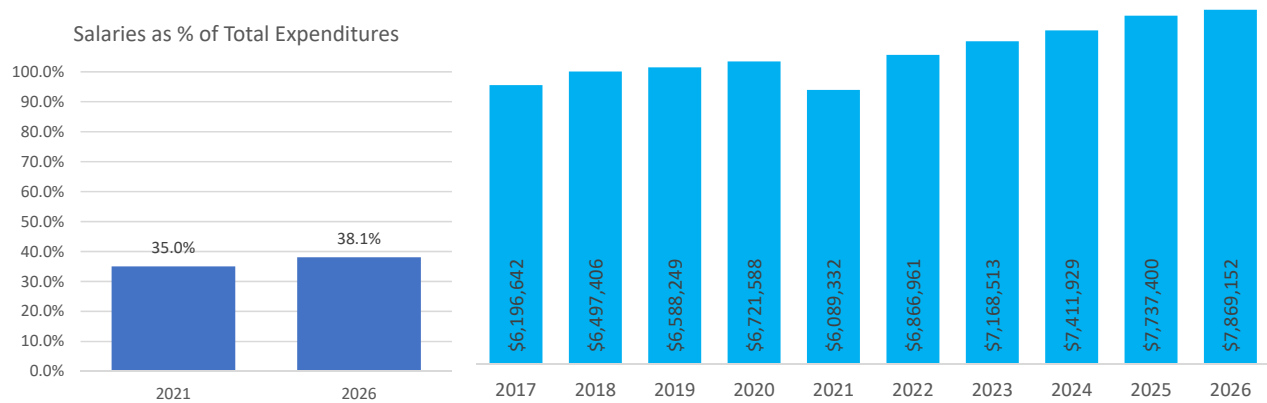
	Historical Average Annual \$\$ Change	Projected Average Annual \$\$ Change	Projected Compared to Historical Variance	
Salaries	(9,267)	355,964	\$365,231	Total expenditures increased 0.01% or \$981 annually during the past 5-Year period and is projected to increase 3.79% or \$658,392 annually through FY2026. Salaries has the largest projected average annual variance compared to the historical average at \$365,231. The large dip in 2021 was a result of expenditures moving to federal funds as allowed.
Benefits	\$63,948	\$148,585	\$84,638	
Purchased Services	(\$3,278)	(\$271,871)	(\$268,593)	
Supplies & Materials	\$1,862	\$60,277	\$58,415	
Capital Outlay	(\$156,298)	\$82,764	\$239,062	
Intergov & Debt	\$27,201	(\$21,339)	(\$48,541)	
Other Objects	\$7,712	\$11,758	\$4,046	
Other Uses	\$69,101	\$292,254	\$223,153	
Total Average Annual Change	\$981	\$658,392	\$657,411	
	0.01%	3.79%	3.78%	

Note: Revenue average annual change is projected to be > \$5,127

On an annual average basis, revenues are projected to grow slower than expenditures.

3.010 - Personnel Services

Employee salaries and wages, including extended time, severance pay, supplemental contracts, etc.

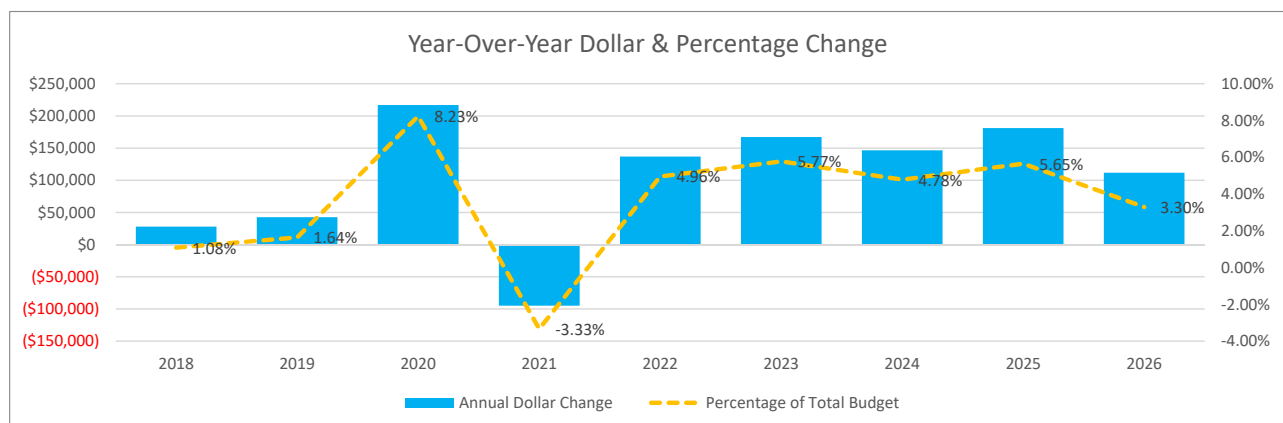
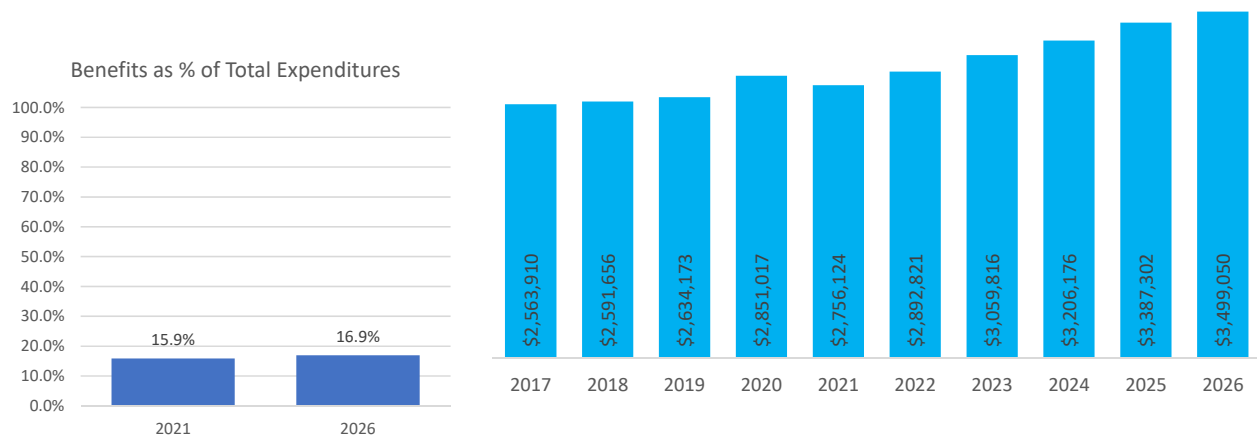


Salaries represent 35.04% of total expenditures and decreased at a historical average annual rate of -0.14% or -\$9,267. This category of expenditure is projected to grow at an annual average rate of 4.80% or \$355,964 through FY 2026. The projected average annual rate of change is 4.95% more than the five year historical annual average.

The Board agreed to new 3-year contracts with both the certificated and classified staff that run through FY2024. Both contracts included base salary increases of 3% for the 2021-22 school year and 2% each for FY2023 and FY2024. The same base increase was extended to all administrative and non-union employees. The remaining years of the forecast include a projected 2% base salary increase for FY2025 – FY2026. The dip in 2021 was from the temporary movement of expenditures to federal funds as mentioned earlier.

3.020 - Employees' Benefits

Retirement for all employees, Workers Compensation, early retirement incentives, Medicare, unemployment, pickup on pickup, and all health-related insurances.



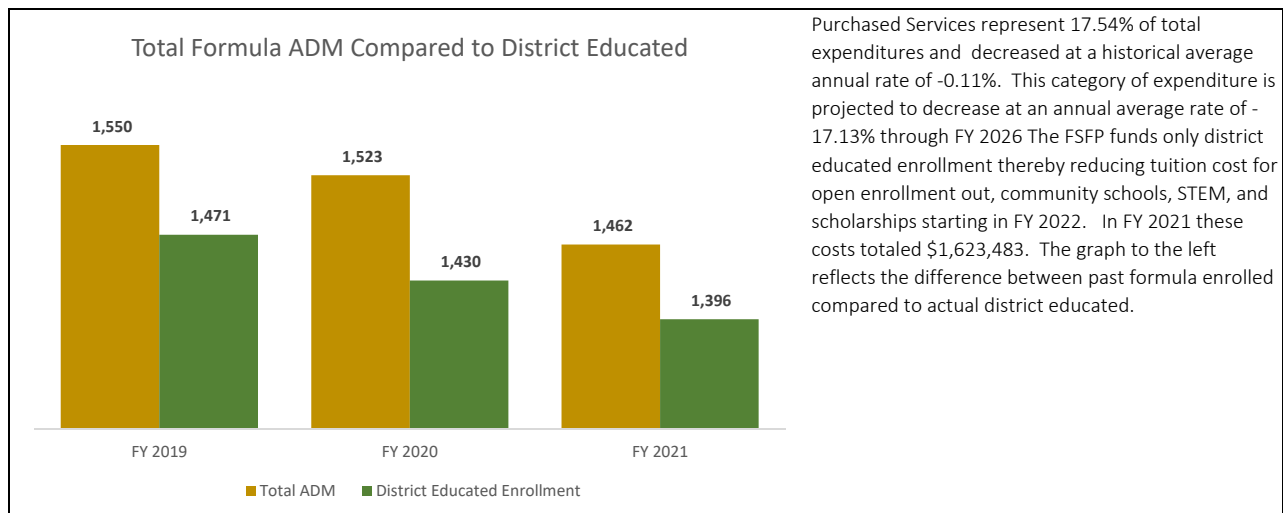
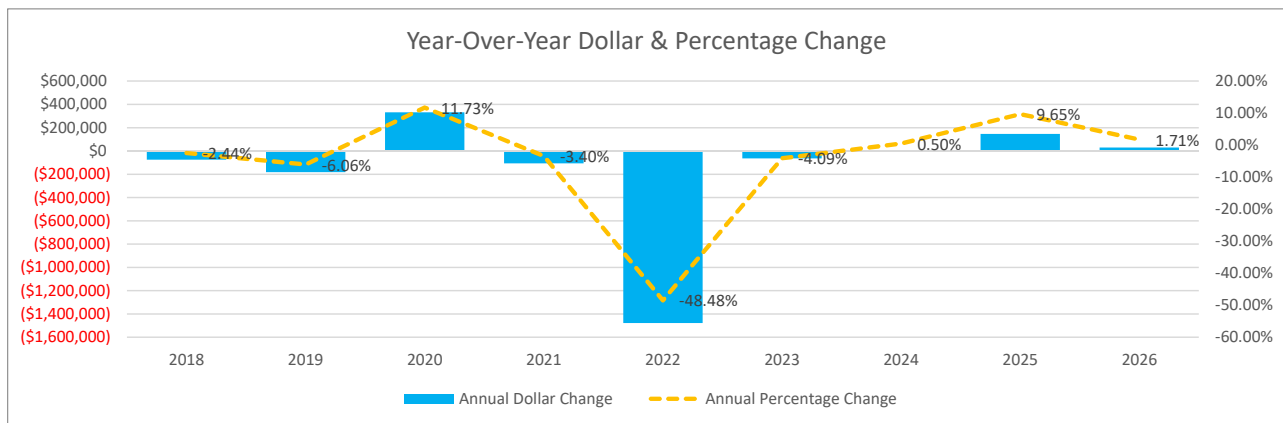
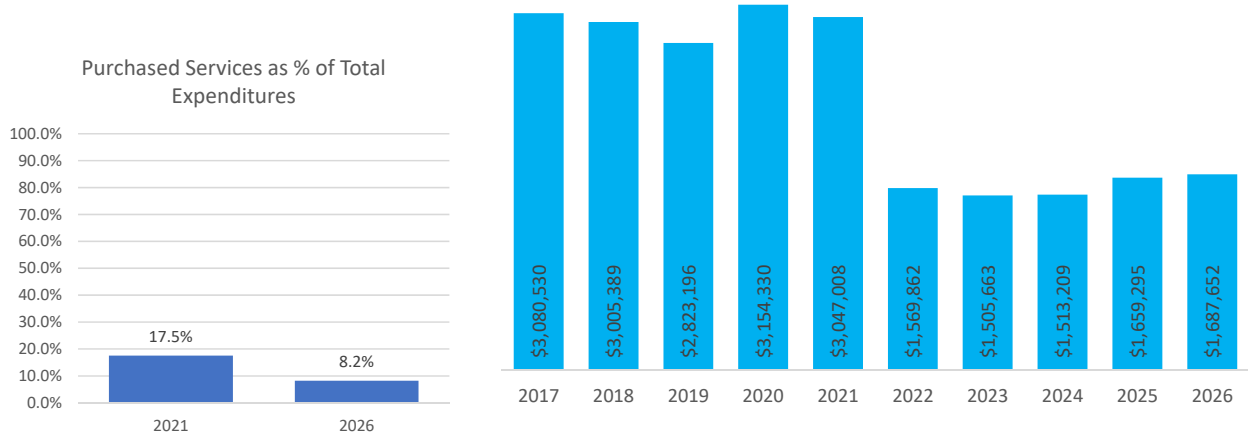
Benefits represent 15.86% of total expenditures and increased at a historical average annual rate of 2.39%. This category of expenditure is projected to grow at an annual average rate of 4.63% through FY 2026. The projected average annual rate of change is 2.24% more than the five year historical annual average.

Benefits include board paid STRS and SERS retirement, Medicare, worker's compensation, health, dental, and life insurances. The retirement, Medicare, and worker's compensation are driven by salaries so as salaries increase, so do those benefit costs.

Health insurance makes up the majority of the remaining costs in this category and are driven by annual increases to premium rates. Alexander is a member of the Athens County Health Insurance Consortium which is a self-funded insurance consortium consisting of other Athens County school districts. Health insurance rates increased by an average of 5.3% for FY15-FY22 and 7% for FY23. The forecast includes 6.5% increases in health insurance assessments for FY2024 through FY2026 based on historical trend. Health insurance benefits make up a significant portion of our operating budget. This is something to monitor as we may need to consider changes to the benefit structure in the future to help keep costs at a sustainable level.

3.030 - Purchased Services

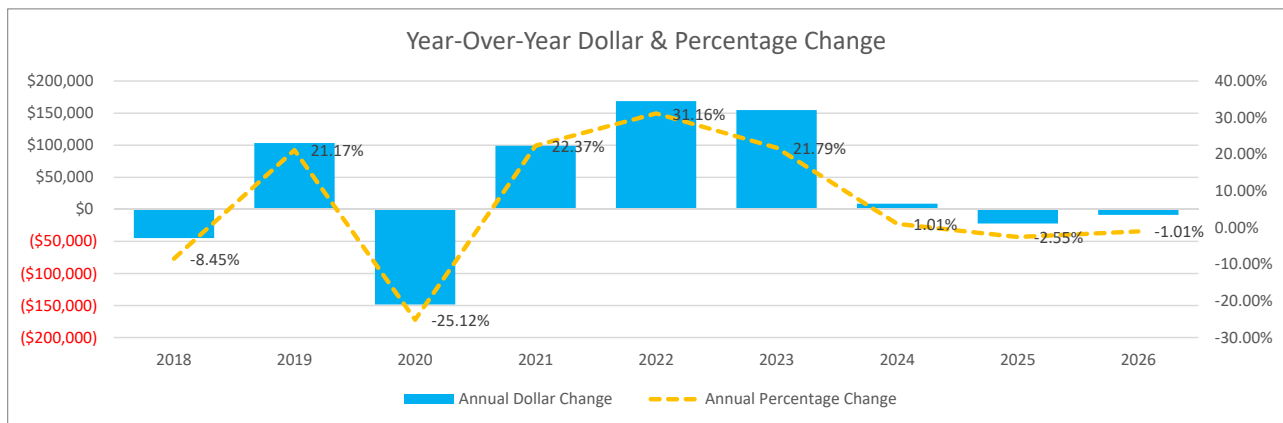
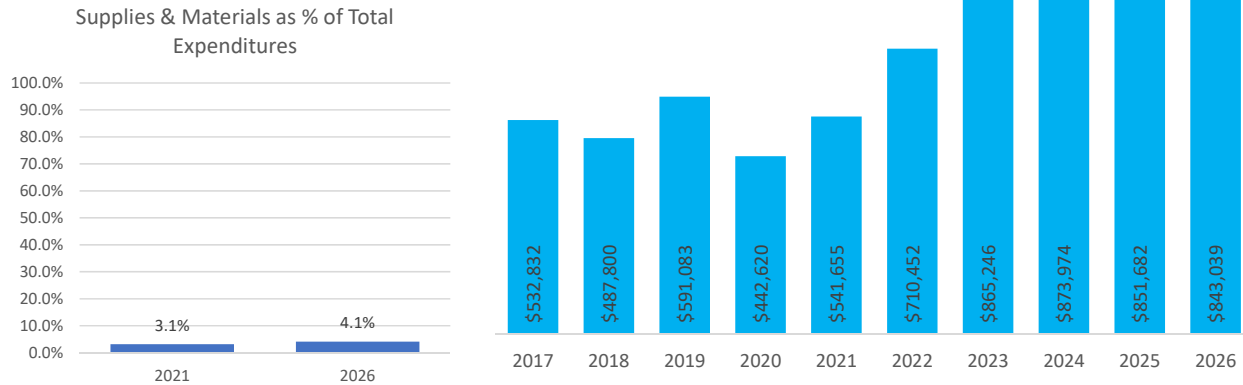
Amounts paid for personal services rendered by personnel who are not on the payroll of the school district, expenses for tuition paid to other districts, utilities costs and other services which the school district may purchase.



Purchased Services represent 17.54% of total expenditures and decreased at a historical average annual rate of -0.11%. This category of expenditure is projected to decrease at an annual average rate of -17.13% through FY 2026. The FSFP funds only district educated enrollment thereby reducing tuition cost for open enrollment out, community schools, STEM, and scholarships starting in FY 2022. In FY 2021 these costs totaled \$1,623,483. The graph to the left reflects the difference between past formula enrolled compared to actual district educated.

3.040 - Supplies & Materials

Expenditures for general supplies, instructional materials including textbooks and media material, bus fuel and tires, and all other maintenance supplies.



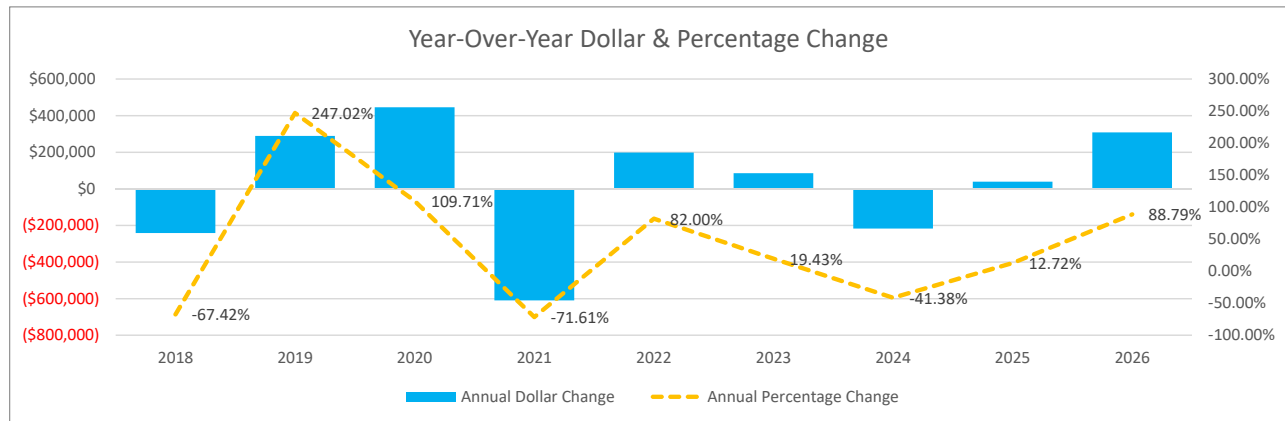
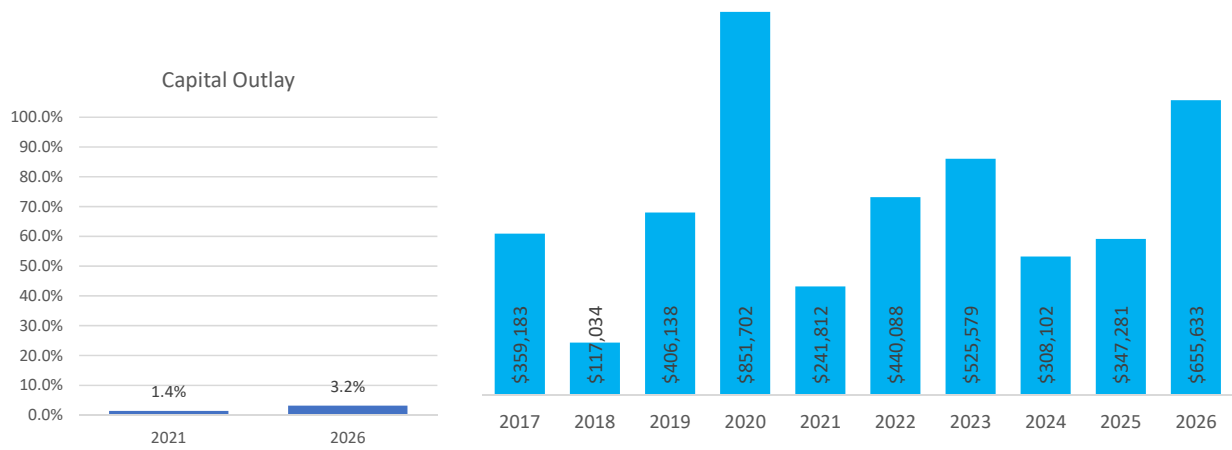
Supplies & Materials represent 3.12% of total expenditures and increased at a historical average annual rate of 0.36%. This category of expenditure is projected to grow at an annual average rate of 7.27% through FY 2026. The projected average annual rate of change is 6.91% more than the five year historical annual average.

The main expenditures in this category come from bus fuel, instructional supplies, textbooks, custodial / maintenance supplies, transportation supplies, technology supplies, and other supplies necessary to operate the District. Estimates in this category incorporate historical spending as the baseline. The projection considers the impact of inflation and historical trends.

There is a significant increase in FY2022 and beyond mostly as a result of an increase to previously projected fuel and supply costs based on current market conditions and the updated curriculum adoption schedule.

3.050 - Capital Outlay

This line includes expenditures for items having at least a five-year life expectancy, such as land, buildings, improvements of grounds, equipment, computers/technology, furnishings, and buses.

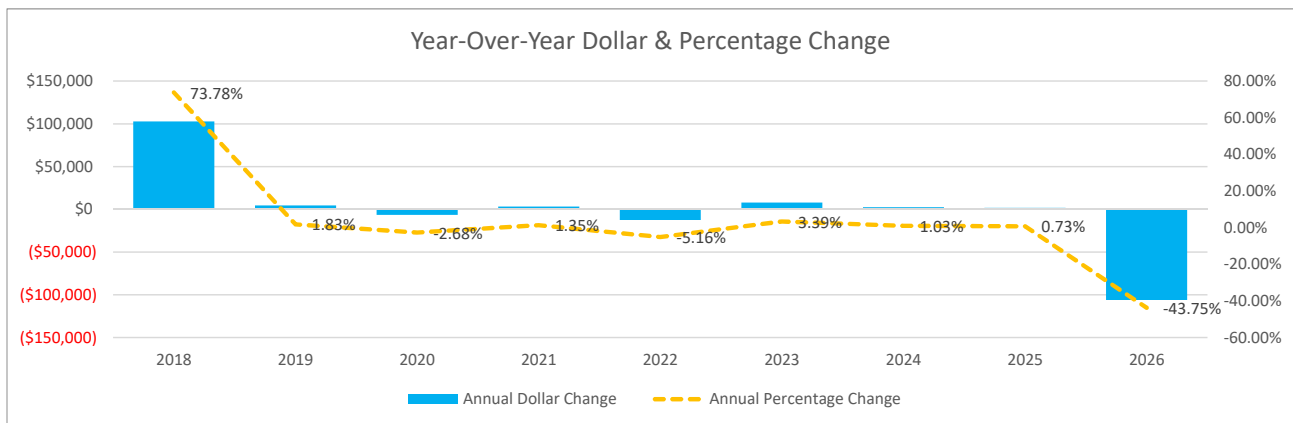
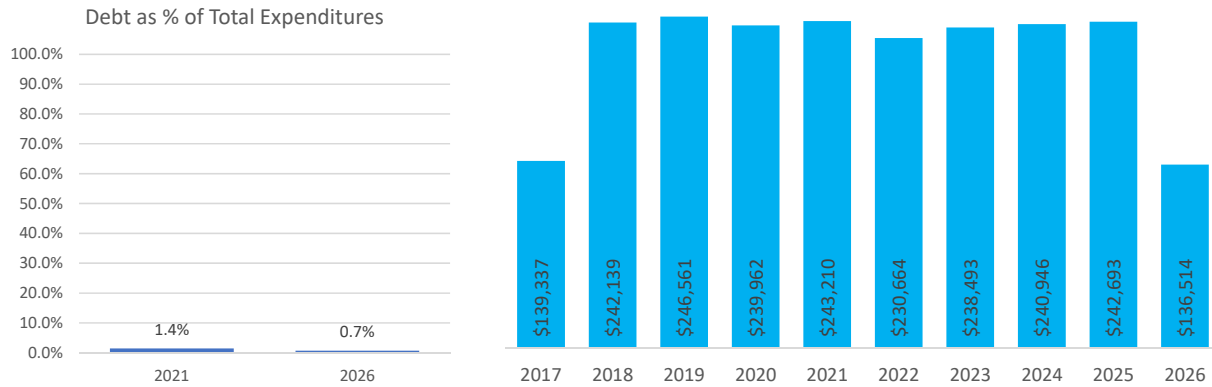


Capital Outlay represent 1.39% of total expenditures and decreased at a historical average annual amount of -\$156,298. This category of expenditure is projected to grow at an annual average rate of \$82,764 through FY 2026. The projected average annual change is more than the five year historical annual average.

Capital outlay includes new buses, educational equipment, replacement technology expenditures, and plant equipment. The forecast includes the purchase of two buses in FY2019, one bus in FY2020, two buses in each of FY2021 – FY2026. The large increase in FY2020 is from the LED lighting project which cost \$449,000 (after rebates), but is projected to save the District approximately \$48,000 per year in operating expenses. These projections align with the board approved capital improvement plan.

3.060-4.060 - Intergovernmental & Debt

These lines account for pass through payments, as well as monies received by a district on behalf of another governmental entity, plus principal and interest payments for general fund borrowing.

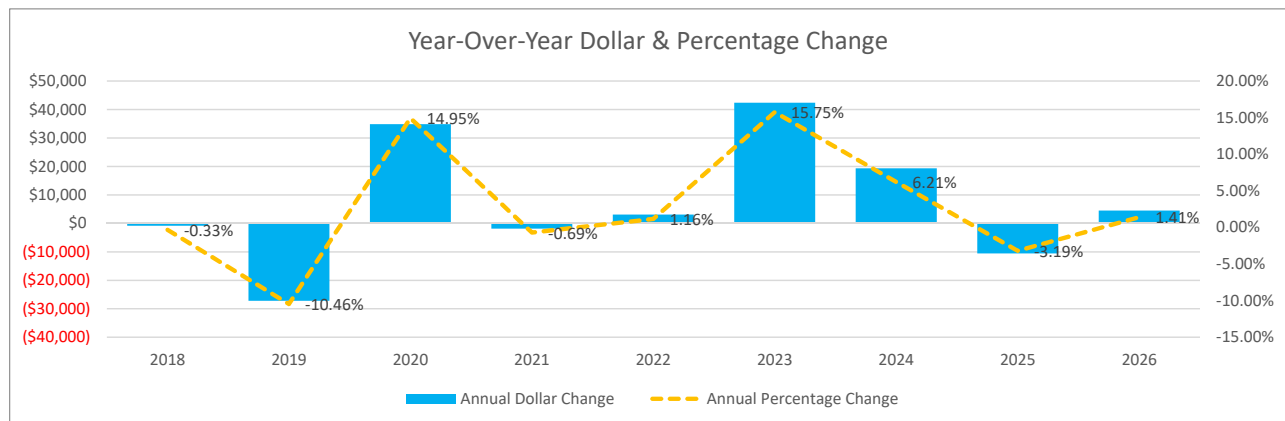
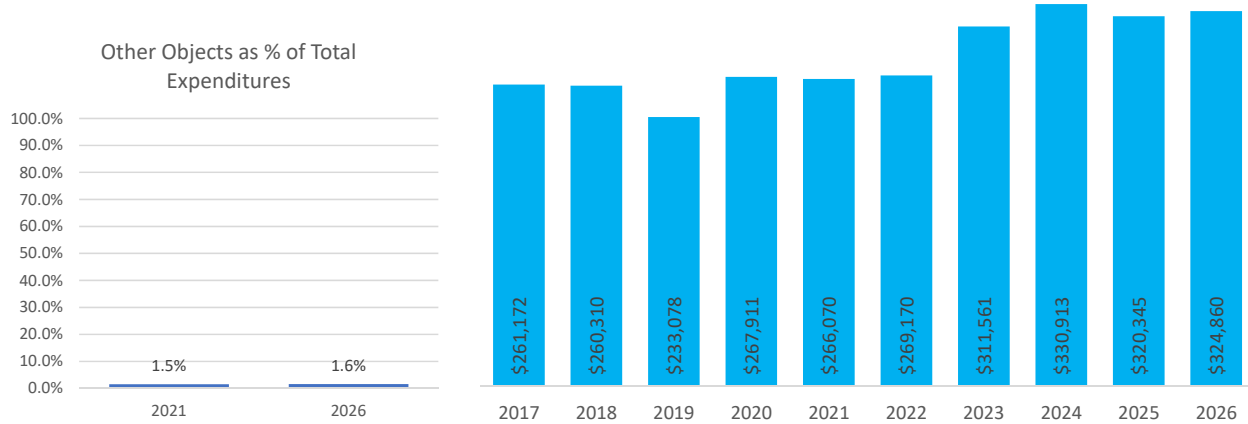


The Intergovernmental/Debt expenditure category details general fund debt issued by the District.

This category includes the HB264 Energy Conservation Project payments which started in June 2010 and will be paid off in December 2024. The Board committed \$1.5 million for the construction of the Alexander Recreation Center (ARC) in which that portion was completed in FY2017. The majority of the remaining funds to complete the interior of the facility came through private fundraising. The Board utilized a lease-purchase agreement to finance the construction which is the reason for the increase in debt payments in FY2017 and beyond in order to have the least impact on the annual budget. Part of the ARC will be leased to Holzer Health which will bring in approximately \$50,000+ in additional revenues for the District to help offset the expense. This revenue is captured in line 1.06 of the forecast. The annual lease payments, less the annual rental revenue, accounts for approximately 0.5% of the total annual operating budget for FY2022.

4.300 - Other Objects

Primary components for this expenditure line are membership dues and fees, ESC contract deductions, County Auditor/Treasurer fees, audit expenses, and election expenses.

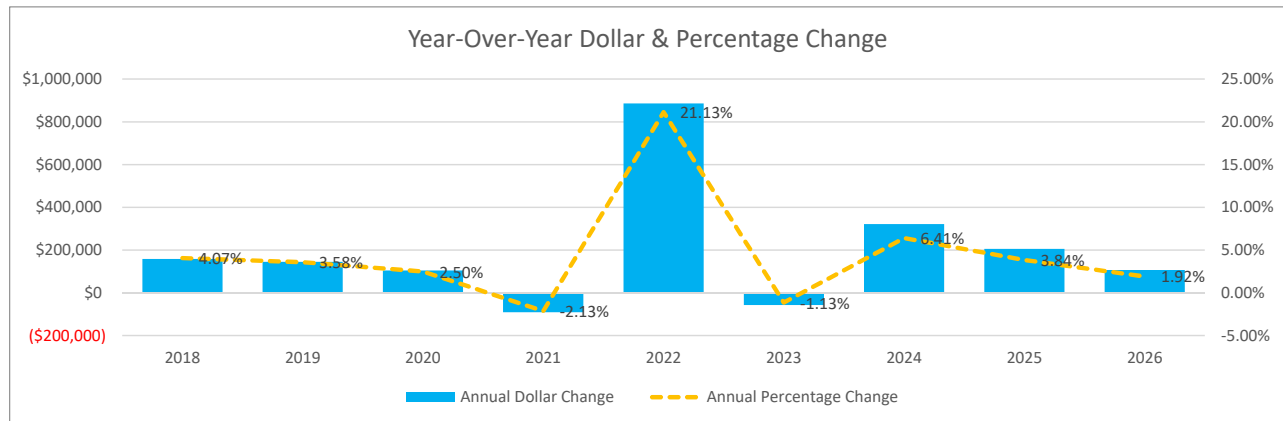
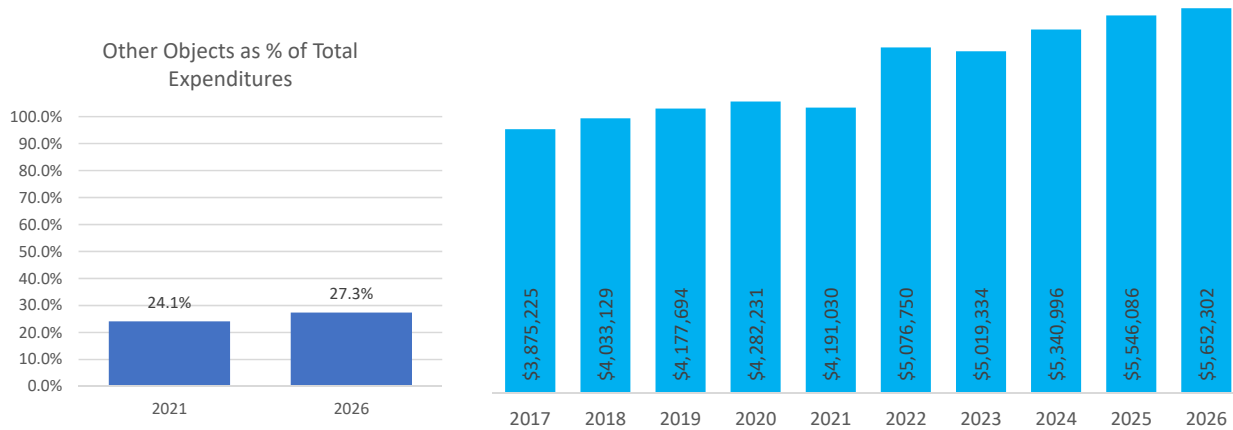


Other Objects represent 1.53% of total expenditures and increased at a historical average annual rate of 2.99%. This category of expenditure is projected to grow at an annual average rate of 3.78% through FY 2026. The projected average annual rate of change is 0.78% more than the five year historical annual average.

The amounts projected for this category are based on historical trends and inflationary pressures. The increase in 2020 is again for the costs of the May 2019 and November 2019 elections. The projected costs are higher for FY2021 and beyond mostly because of the fees charged by the Ohio Department of Taxation for the collection and distribution of the new earned income tax levy.

5.040 - Total Other Financing Uses

Operating transfers-out, advances out to other funds, and all other general fund financing uses.



	2021	2022	2023	2024	2025	2026
Transfers Out	4,191,030	4,436,309	5,019,334	5,340,996	5,546,086	5,652,302
Advances Out	-	640,441	-	-	-	-
Other Financing Uses	-	-	-	-	-	-

These are transfers from the General Fund to other funds for the retirement of debt from the HB264 Energy Conservation Project, the Food Service Fund and the Athletic Fund. The majority in this category are for the Schoolwide Pool program (which consists of the salaries and fringes for the elementary staff). Transfers for the Schoolwide pool made up approximately 96% of the total transfers in FY2021. This is also why Alexander's salaries and fringes as a % share of the expenditure budget appears smaller than your typical school district. When you include the funds that are transferred into the Schoolwide pool for the elementary staff salaries and fringes, it is much more in line with other Districts who do not utilize the Schoolwide pool. The dip in FY21 is because of the cafeteria performing better than normal as a result of the extended federal meal benefits due to the pandemic. The large jump in FY22 is because of the return of the advance from the grant funds mentioned earlier. It is captured as an expense here which offsets the corresponding receipt discussed earlier for a net zero impact. The projected increases in FY2022 and beyond are using the same assumptions for Schoolwide pool salaries and fringes that are being used in section 3.01 and 3.02 of the forecast.

Alexander Local School District

Five Year Forecast

Fiscal Year:	Actual	FORECASTED				
	2021	2022	2023	2024	2025	2026
Revenue:						
1.010 - General Property Tax (Real Estate)	3,619,959	3,545,956	3,565,105	3,761,238	3,847,716	3,894,588
1.020 - Public Utility Personal Property	3,045,083	3,197,073	3,318,174	3,322,016	3,322,019	3,322,022
1.030 - Income Tax	1,334,786	1,870,305	1,887,305	1,904,305	1,703,734	592,458
1.035 - Unrestricted Grants-in-Aid	9,415,827	9,290,027	9,288,357	9,257,276	9,263,640	9,243,910
1.040 - Restricted Grants-in-Aid	225,065	581,555	575,384	606,506	601,665	621,377
1.050 - Property Tax Allocation	549,455	562,109	570,060	591,678	610,499	617,727
1.060 - All Other Operating Revenues	1,902,312	627,081	615,913	620,202	624,676	629,351
1.070 - Total Revenue	20,092,486	19,674,106	19,820,298	20,063,221	19,973,949	18,921,433
Other Financing Sources:						
2.010 - Proceeds from Sale of Notes	-	-	-	-	-	-
2.020 - State Emergency Loans and Adv	-	-	-	-	-	-
2.040 - Operating Transfers-In	107,650	99,150	105,475	106,432	107,179	107,650
2.050 - Advances-In	-	640,441	-	-	-	-
2.060 - All Other Financing Sources	186,100	29,556	5,000	5,000	5,000	5,000
2.070 - Total Other Financing Sources	293,750	769,147	110,475	111,432	112,179	112,650
2.080 - Total Rev & Other Sources	20,386,236	20,443,253	19,930,773	20,174,653	20,086,128	19,034,083
Expenditures:						
3.010 - Personnel Services	6,089,332	6,866,961	7,168,513	7,411,929	7,737,400	7,869,152
3.020 - Employee Benefits	2,756,124	2,892,821	3,059,816	3,206,176	3,387,302	3,499,050
3.030 - Purchased Services	3,047,008	1,569,862	1,505,663	1,513,209	1,659,295	1,687,652
3.040 - Supplies and Materials	541,655	710,452	865,246	873,974	851,682	843,039
3.050 - Capital Outlay	241,812	440,088	525,579	308,102	347,281	655,633
Intergovernmental & Debt Service	243,210	230,664	238,493	240,946	242,693	136,514
4.300 - Other Objects	266,070	269,170	311,561	330,913	320,345	324,860
4.500 - Total Expenditures	13,185,212	12,980,018	13,674,870	13,885,248	14,545,998	15,015,901
Other Financing Uses						
5.010 - Operating Transfers-Out	4,191,030	4,436,309	5,019,334	5,340,996	5,546,086	5,652,302
5.020 - Advances-Out	-	640,441	-	-	-	-
5.030 - All Other Financing Uses	-	-	-	-	-	-
5.040 - Total Other Financing Uses	4,191,030	5,076,750	5,019,334	5,340,996	5,546,086	5,652,302
5.050 - Total Exp and Other Financing Uses	17,376,242	18,056,768	18,694,204	19,226,244	20,092,084	20,668,203
6.010 - Excess of Rev Over/(Under) Exp	3,009,994	2,386,485	1,236,569	948,409	(5,956)	(1,634,119)
7.010 - Cash Balance July 1 (No Levies)	4,042,939	7,052,934	9,439,419	10,675,988	11,624,397	11,618,440
7.020 - Cash Balance June 30 (No Levies)	7,052,934	9,439,419	10,675,988	11,624,397	11,618,440	9,984,321
		Reservations				
8.010 - Estimated Encumbrances June 30	-	-	-	-	-	-
9.080 - Reservations Subtotal	-	-	-	-	-	-
10.010 - Fund Bal June 30 for Cert of App	7,052,934	9,439,419	10,675,988	11,624,397	11,618,440	9,984,321
Rev from Replacement/Renewal Levies						
11.010 & 11.020 - Renewal Levies	-	-	-	-	217,571	1,345,847
11.030 - Cumulative Balance of Levies	-	-	-	-	217,571	1,563,418
12.010 - Fund Bal June 30 for Cert of Obligations	7,052,934	9,439,419	10,675,988	11,624,397	11,836,011	11,547,739
Revenue from New Levies						
13.010 & 13.020 - New Levies	-	-	-	-	-	-
13.030 - Cumulative Balance of New Levies	-	-	-	-	-	-
15.010 - Unreserved Fund Balance June 30	7,052,934	9,439,419	10,675,988	11,624,397	11,836,011	11,547,739