

FAIRBORN CITY SCHOOL DISTRICT

GREENE

Schedule of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Years Ended June 30, 2022, 2023 and 2024 Actual;
Forecasted Fiscal Years Ending June 30, 2025 Through 2029

		Actual					Forecasted				
		Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024	Average Change	Fiscal Year 2025	Fiscal Year 2026	Fiscal Year 2027	Fiscal Year 2028	Fiscal Year 2029	
Revenues											
1.010	General Property Tax (Real Estate)	\$16,829,081	\$17,161,193	\$19,400,503	7.5%	\$22,100,000	\$22,200,000	\$22,300,000	\$22,400,000	\$22,500,000	
1.020	Tangible Personal Property Tax	1,292,881	1,611,690	1,059,911	-4.8%	1,475,000	1,475,000	1,475,000	1,500,000	1,500,000	
1.030	Income Tax	5,403,092	5,911,843	5,750,471	3.3%	6,000,000	6,200,000	6,400,000	6,600,000	6,800,000	
1.035	Unrestricted State Grants-in-Aid	15,643,823	17,865,794	20,397,959	14.2%	21,631,000	22,060,000	22,060,000	22,800,000	23,500,000	
1.040	Restricted State Grants-in-Aid	3,750,490	3,884,246	4,242,914	6.4%	4,500,000	4,600,000	4,700,000	4,800,000	4,900,000	
1.045	Restricted Federal Grants-in-Aid - SFSF										
1.050	State Share of Local Property Taxes	2,241,471	2,245,019	2,504,153	5.9%	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	
1.060	All Other Revenues	3,058,447	3,604,442	5,275,096	32.1%	4,400,000	4,500,000	4,500,000	4,600,000	4,700,000	
1.070	Total Revenues	48,219,285	52,284,227	58,631,007	10.3%	62,606,000	63,535,000	63,935,000	65,200,000	66,400,000	
Other Financing Sources											
2.010	Proceeds from Sale of Notes										
2.020	State Emergency Loans and Advancements (Approved)										
2.040	Operating Transfers-In										
2.050	Advances-In										
2.060	All Other Financing Sources	61,461	169,953	23,124	45.1%	100,000	110,000	120,000	130,000	140,000	
2.070	Total Other Financing Sources	61,461	169,953	23,124	45.1%	100,000	110,000	120,000	130,000	140,000	
2.080	Total Revenues and Other Financing Sources	48,280,746	52,454,180	58,654,131	10.2%	62,706,000	63,645,000	64,055,000	65,330,000	66,540,000	
Expenditures											
3.010	Personal Services	25,971,436	28,509,411	32,075,733	11.1%	36,300,000	37,700,000	39,100,000	40,600,000	42,200,000	
3.020	Employees' Retirement/Insurance Benefits	11,022,518	11,094,042	13,152,000	9.6%	14,600,000	15,700,000	16,900,000	18,100,000	19,350,000	
3.030	Purchased Services	6,812,544	6,766,110	7,016,797	1.5%	7,500,000	7,800,000	7,900,000	8,100,000	8,400,000	
3.040	Supplies and Materials	2,321,773	1,588,492	2,408,712	10.0%	2,000,000	2,000,000	2,100,000	2,200,000	2,300,000	
3.050	Capital Outlay	1,649,457	991,646	2,172,032	39.6%	1,600,000	4,100,000	4,150,000	1,650,000	1,750,000	
3.060	Intergovernmental										
	Debt Service:										
4.010	Principal-All (Historical Only)										
4.020	Principal-Notes										
4.030	Principal-State Loans										
4.040	Principal-State Advancements										
4.050	Principal-HB 264 Loans										
4.055	Principal-Other										
4.060	Interest and Fiscal Charges										
4.300	Other Objects	509,526	501,671	541,361	3.2%	530,000	540,000	550,000	550,000	550,000	
4.500	Total Expenditures	48,287,254	49,451,372	57,366,635	9.2%	62,530,000	67,840,000	70,700,000	71,200,000	74,550,000	
Other Financing Uses											
5.010	Operating Transfers-Out	250,000	250,000	250,000		750,000	250,000	250,000	250,000	250,000	
5.020	Advances-Out										
5.030	All Other Financing Uses	8	702	300	4308.9%						
5.040	Total Other Financing Uses	250,008	250,702	250,300	0.1%	750,000	250,000	250,000	250,000	250,000	
5.050	Total Expenditures and Other Financing Uses	48,537,262	49,702,074	57,616,935	9.2%	63,280,000	68,090,000	70,950,000	71,450,000	74,800,000	
6.010	Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	256,516-	2,752,106	1,037,196	-617.6%	574,000-	4,445,000-	6,895,000-	6,120,000-	8,260,000-	
7.010	Cash Balance July 1 - Excluding Proposed Renewal/Replacement and New Levies	30,960,926	30,704,410	33,456,516	4.1%	34,493,712	33,919,712	29,474,712	22,579,712	16,459,712	
7.020	Cash Balance June 30	30,704,410	33,456,516	34,493,712	6.0%	33,919,712	29,474,712	22,579,712	16,459,712	8,199,712	
8.010	Estimated Encumbrances June 30	3,012,411	3,122,785	2,125,374	-14.1%						
Reservation of Fund Balance											
9.010	Textbooks and Instructional Materials										
9.020	Capital Improvements										
9.030	Budget Reserve										
9.040	DPIA										
9.045	Fiscal Stabilization										
9.050	Debt Service										
9.060	Property Tax Advances										
9.070	Bus Purchases										
9.080	Subtotal										
10.010	Fund Balance June 30 for Certification of Appropriations	27,691,999	30,333,731	32,368,338	8.1%	33,919,712	29,474,712	22,579,712	16,459,712	8,199,712	
Revenue from Replacement/Renewal Levies											
11.010	Income Tax - Renewal										
11.020	Property Tax - Renewal or Replacement										
11.300	Cumulative Balance of Replacement/Renewal Levies										
12.010	Fund Balance June 30 for Certification of Contracts, Salary Schedules and Other Obligations	27,691,999	30,333,731	32,368,338	8.1%	33,919,712	29,474,712	22,579,712	16,459,712	8,199,712	
Revenue from New Levies											
13.010	Income Tax - New										
13.020	Property Tax - New								1,880,000	3,760,000	
13.030	Cumulative Balance of New Levies								1,880,000	5,640,000	
14.010	Revenue from Future State Advancements										
15.010	Unreserved Fund Balance June 30	27,691,999	30,333,731	32,368,338	8.1%	33,919,712	29,474,712	22,579,712	18,339,712	13,839,712	
ADM Forecasts											
20.010	Kindergarten - October Count										
20.015	Grades 1-12 - October Count										

See accompanying summary of significant forecast assumptions and accounting policies

Includes: General fund, Emergency Levy fund, DPIA fund, Textbook fund and any portion of Debt Service fund related to General fund debt

Fairborn City School District

5-Year Projection Assumptions

For Board Approval May 2025

All public school districts in Ohio are required to file a five (5) year forecast by November 30 and May 31, in each fiscal year (FY). This five-year forecast includes three years of actual and five years of projected general fund revenues and expenditures. Fiscal year 2025 is the first year of the five-year forecast and is considered the baseline year.

Notes and Assumptions:

Section A - Ending Cash Balances:

Previous Years:

Fiscal Year 2024 General Fund Balance of \$34,493,711 reflected an excellent position for the range that the district would prefer in ending cash balances. This cash balance represents 59.9% of the annual operating expenses for FY 2024. Revenues exceeded expenditures by \$1.04M.

Fiscal Year 2023 General Fund Balance of \$33,456,515 reflected an excellent position for the range that the district would prefer in ending cash balances. This cash balance represents 67.3% of the annual operating expenses for FY 2023. Expenditures exceeded revenues by \$2.75M.

Fiscal Year 2022 General Fund Balance of \$30,704,410 reflected an excellent position for the range that the district would prefer in ending cash balances. This cash balance represents 63.26% of the annual operating expenses for FY 2021. Expenditures exceeded revenues by \$256,516.

Fiscal Year 2021 General Fund Balance of \$30,960,929 reflected an excellent position for the range that the district would prefer in ending cash balances. This cash balance represents 58.05% of the annual operating expenses for FY 2021. Expenditures exceeded revenues by \$497,943.

Fiscal Year 2020 General Fund Balance of \$31,458,872 reflected an excellent position for the range that the district would prefer in ending cash balances. This

cash balance represents 65.67% of the annual operating expenses for FY 2020. Revenues exceeded expenditures by \$1.58M.

Fiscal Year 2019 General Fund Balance of \$29,878,569 reflected an excellent position for the range that the district would prefer in ending cash balances. This cash balance represents 66.82% of the annual operating expenses for FY 2019. Revenues exceeded expenditures by \$4.55M.

Fiscal Year 2018 General Fund Balance of \$25,330,816 reflected an excellent position for the range that the district would prefer in ending cash balances. This cash balance represents 57.76% of the annual operating expenses for FY 2018. Revenues exceeded expenditures by \$3.92M.

Fiscal Year 2017 General Fund Balance of \$21,409,762 reflected an excellent position for the range that the district would prefer in ending cash balances. That cash balance represented 51.14% of the annual operating expenses for FY 2017. Revenues exceeded expenditures by \$4.32M.

Fiscal Year 2016 General Fund Balance of \$17,086,841 reflected an improved position that the district would prefer in ending cash balances. That cash balance represented 41.63% of the annual operating expenses for FY 2016. Revenues exceeded expenditures by \$5.42M.

Fiscal Year 2015 General Fund Balance of \$11,670,545 reflected an improved position that the district would prefer in ending cash balances. That cash balance represented 28.87% of the annual operating expenses for FY 2015.

Future Years:

Fiscal Year 2025 *Projected* General Fund Balance of \$33.9M is still an acceptable position for the district in ending cash balances. This cash balance represents 58.9% of the annual operating expenses for FY 2024. Expenditures are projected to exceed revenues by \$574K.

Fiscal Year 2026 *Projected* General Fund Balance of \$29.5M is still an acceptable position for the district in ending cash balances, and represents a decrease of \$4.3M from FY 2025. This cash balance represents 46.6% of the annual operating expenses for FY 2025. Expenditures are projected to exceed revenues by \$4.4M.

Fiscal Year 2027 *Projected* General Fund Balance of \$22.6M is still an acceptable position for the district in ending cash balances, and represents a decrease of

\$6.9M from FY 2026. This cash balance represents 33% of the annual operating expenses for FY 2026. Expenditures are projected to exceed revenues by \$6.8M.

Fiscal Year 2028 *Projected* General Fund Balance of \$16.5M is still an acceptable position for the district in ending cash balances, and represents a decrease of \$6.1M from FY 2027. This cash balance represents 23.3% of the annual operating expenses for FY 2027. Expenditures are projected to exceed revenues by \$ 6.1M.

Fiscal Year 2029 *Projected* General Fund Balance of \$8.2M is at the very low end of an acceptable position for the district in ending cash balances, and represents a decrease of \$8.3M from FY 2028. This cash balance represents 11.5% of the annual operating expenses for FY 2028. Expenditures are projected to exceed revenues by \$ 8.2M.

Section B - Revenues:

1. Real Estate Taxes have remained somewhat stable for the past five fiscal years and should remain as such with a Substitute Renewal Levy passed in May 2021 with a 56.7% positive vote. A small operating levy may be needed towards the end of the five years to help stabilize the finances of the district since the Fairborn schools last passed a new operating levy in 2007. Real estate tax collections did show an increase in FY 2024 with a reappraisal.
2. State Foundation Funding increased by 14.7% in Fiscal Year 2023. This is projected to increase by amounts of 16.4% and 3.9% in the next two years. State funding is projected at levels that were consistent with the recent State of Ohio Biennial Budget.
3. State Foundation funding is set optimistically at an average increase of 3% per year for Fiscal Years 2026 to Fiscal Years 2029, though those will be dependent upon State of Ohio budget action in the future.
4. State Exemptions for Property Tax and Other State is projected to stay consistent with levels from Fiscal Year 2024.
5. Fairborn School District Income Tax is projected with slight increases for the future, with FY 2023 having a 9.4% increase over FY 2022. That same growth is projected for FY 2024, but not that dramatic after that – in the range of 3 to 4% per year.

6. Other Local receipts are projected to stay consistently at the \$3.9M mark.
7. It is anticipated that the Fairborn Schools could approach the voters with a request for a small new Operating Levy in the next five years which is not reflected in this forecast.

Section C - Expenditures:

1. Expenditure Forecasts would significantly change with any unplanned decrease in state funding. Slight increases in salary costs will occur with raises negotiated with employees. Health Care premiums have increased at a moderate rate.
2. Enrollment Projections will be consistent with the estimations as presented earlier to the board.
3. The Fairborn City Schools will strive to maintain reasonable class size, where fiscally responsible and reasonable.
4. A new teacher association contract for the period of July 1, 2024 to June 30, 2027 was negotiated and is in place at this time and the increases reflected in these projections are the school district's best estimates. The negotiated increases were 4.0% effective July 1, 2024, 3.25% effective July 1, 2025, and 3.00% effective July 1, 2026. Similar contracts were also negotiated with the other two employee associations and follow the same timeline and increases. An additional 1.1% is projected for normal annual step increases.

For Fiscal Years 2028 and beyond, for the purposes of these financial projections, the placeholder of 4.1% increase was used which represents a 3.0% negotiated placeholder and projected 1.1% for normal annual step increases. For these years, all salaries are subject negotiations with the three associations.

5. All day kindergarten began in August 2007 for the Fairborn City School District and it is anticipated to continue for the future.
6. Health Insurance Costs will continue to be higher in the next five years than the past five years. Projected increases, which I hope are projected too high, are as follows:
 - a. FY 2025 and future years = projected 13% increase

7. Any changes in the Ohio Public Retirement Systems are expected to make changes to only employee contributions in the future which will not hurt nor help the Fairborn City Schools.
8. New Textbook adoptions will occur as scheduled. The anticipated costs of this are included in these projections.
9. Other expenditures for Purchased Services, Supplies, and other are projected to remain consistent with small increases for inflation.
10. The Fairborn Schools currently transfers \$250,000 annually to the Permanent Improvement Fund from the General Fund. In addition, the district has scheduled the replacement of four school buses annually, which is paid for from the district's General Fund. If the Fairborn Schools got voters to approve a small Permanent Improvement Levy in the near future, that would give some relief to the general fund for those obligations.
11. The Fairborn Schools, in recent years, has exhausted fund 035 to pay for employee termination benefits which includes pay for unused sick leave upon retirement or pay for unused vacation leave upon retirement or resignation. Those payments will come out of the general fund and be reflected in salaries and wages.
12. The Fairborn Schools is continually evaluating its programs to determine ways for improvement.
13. No additional major unfunded mandates from the state or federal government are anticipated in this forecast.
14. Special Education needs will remain somewhat constant.
15. Voters of the Fairborn Schools approved a major bond issue in November 2020 and in May 2023 to fund the new construction of a new High School complex and it is anticipated for the future, when revenues become available from the State of Ohio OFCC ELP program that \$42.8M will be available to construct a new middle school.

Voters of the Fairborn Schools approved a major bond issue in November 2016 to fund the new construction of a new primary

building and intermediate building, in cooperation with the State of Ohio.

The new primary building opened in August 2020 and the new intermediate building opened in September 2022. The New Fairborn High School opened in August 2024. It is projected that these new buildings will not require any additional funding from the general fund, though some assistance for equipment has been planned from the district's Food Service fund.

**Kevin S. Philo, Treasurer/CFO
Fairborn City Schools
Board Approved, May 2025
To be Submitted to the State of Ohio**