

# Dover City School District

Tuscarawas

Schedule of Revenues, Expenditures and Changes in Fund Balances  
For the Fiscal Years Ended June 30, 2017, 2018 and 2019 Actual;  
Forecasted Fiscal Years Ending June 30, 2020 Through 2024

May, 2020	Actual		Average Change	Forecasted					
	Fiscal Year 2017	Fiscal Year 2018		Fiscal Year 2019	Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024
<b>Revenues</b>									
1.010 General Property Tax (Real Estate)	\$11,759,437	\$11,690,403	0.9%	\$12,693,192	\$13,018,215	\$13,148,397	\$13,279,881	\$13,412,680	
1.020 Tangible Personal Property Tax									
1.030 Income Tax	8,412,331	8,752,191	3.7%	8,580,764	8,516,640	8,964,884	8,964,884	8,964,884	
1.035 Unrestricted State Grants-in-Aid									
1.040 Restricted State Grants-in-Aid									
1.045 Restricted Federal Grants-in-Aid - SFSF	2,598,925	2,348,737	-11.0%	1,801,098	1,606,400	1,535,251	1,550,603	1,566,109	
1.050 Property Tax Allocation	434,828	305,151	45.5%	503,302	360,000	363,600	367,236	370,908	
1.060 All Other Revenues	23,205,521	23,296,482	1.2%	23,578,356	23,501,255	24,012,132	24,182,604	24,314,581	
1.070 Total Revenues									
<b>Other Financing Sources</b>									
2.010 Proceeds from Sale of Notes									
2.020 State Emergency Loans and Advancements (Approved)									
2.040 Operating Transfers-In									
2.050 Advances-In	152,407	192,369	-36.9%						
2.060 All Other Financing Sources									
2.070 Total Other Financing Sources	152,407	192,369	-36.9%						
2.080 Total Revenues and Other Financing Sources	23,357,928	23,488,851	0.9%	23,578,356	23,501,255	24,012,132	24,182,684	24,314,681	
<b>Expenditures</b>									
3.010 Personal Services	14,016,460	14,527,389	2.3%	14,495,857	14,847,937	15,193,553	15,532,718	15,894,770	
3.020 Employees' Retirement/Insurance Benefits	5,618,711	6,258,359	4.0%	5,893,236	6,114,396	6,737,543	7,043,421	7,367,846	
3.030 Purchased Services	1,963,141	2,427,830	11.5%	2,399,975	2,447,875	2,486,934	2,546,873	2,597,810	
3.040 Supplies and Materials	483,096	522,916	-3.3%	599,800	779,800	795,396	627,704	640,258	
3.050 Capital Outlay	132,502	325,283	49.9%	380,000	226,000	230,520	235,130	239,833	
4.300 Other Objects	1,055,928	959,933	-4.6%	724,350	636,837	1,057,574	1,078,725	1,100,300	
4.500 Total Expenditures	23,489,838	25,021,710	3.2%	24,493,218	25,052,935	26,511,520	27,064,571	27,840,817	
<b>Other Financing Uses</b>									
5.010 Operating Transfers-Out									
5.020 Advances-Out									
5.030 All Other Financing Uses	192,369								
5.040 Total Other Financing Uses	192,369								
5.050 Total Expenditures and Other Financing Uses	23,682,207	25,021,710	2.7%	24,493,218	25,052,935	26,511,520	27,064,571	27,840,817	
6.010 Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	304,279-	1,532,859-	191.0%	914,862-	1,551,680-	2,499,388-	2,901,967-	3,526,236-	
7.010 Cash Balance July 1 - Excluding Proposed Renewal/Replacement and New Levies	8,432,784	8,128,505	6.595,646	5,397,120	4,482,258	2,930,578	431,191	2,470,776-	
7.020 Cash Balance June 30	8,128,505	6,595,646	5,397,120	4,482,258	2,930,578	431,191	2,470,776-	5,987,012-	
8.010 Estimated Encumbrances June 30	687,230	650,497	809,436						
10.010 Fund Balance June 30 for Certification of Appropriations	7,441,275	5,945,149	4,587,684	4,482,258	2,930,578	431,191	2,470,776-	5,987,012-	
11.010 Revenue from Replacement/Renewal Levies									
11.020 Income Tax - Renewal									
11.030 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	7,441,275	5,945,149	4,587,684	4,482,258	2,930,578	431,191	2,470,776-	5,987,012-	
13.010 Revenue from New Levies									
13.020 Income Tax - New									
13.030 Property Tax - New									
13.030 Cumulative Balance of New Levies									
14.010 Revenue from Future State Advancements									
15.010 Unreserved Fund Balance June 30	7,441,275	5,945,149	4,587,684	4,482,258	2,930,578	431,191	2,470,776-	5,987,012-	

Disclosure: The district will receive a one-time deposit of \$267,070.70 in Federal funding from the CARES Act. While the accounting of these funds is still unknown, this money may have a material impact on the forecast.

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

**Dover City School District  
Five-Year Forecast  
Fiscal Years Ending June 30, 2020 Through 2024**

**May, 2020**

Please visit the Ohio Department of Education website at <ftp://ftp.ode.state.oh.us/geodoc/5-yrForecast/>.

**REVENUE ASSUMPTIONS**

***Property Taxes (General and Tangible Personal)***

Property values are established each year by the County Auditor based on new construction and complete or updated appraisal values, if applicable. Calendar year 2019 values increased a total of \$45.3 million over 2018. This is the largest increase in over twenty years. The nearly 12% increase is due to the Triennial Update that occurred in 2019. This increase was not unique to Dover. The Update increased values by an average of 13.06% statewide. We do not anticipate another upswing in the housing market values in the near future. We placed an emergency levy on the ballot in November 2018 and May 2019. Both levies failed. We placed an emergency levy on the ballot in November 2019, but we removed the levy from the ballot in light of the Triennial Update increase. The district has two emergency levies that can be placed on the ballot for renewal as early as November 2022. These are ten year levies and are critical to the operating budget. For uninterrupted collection, they must be renewed before the end of 2023.

***Income Tax***

The District does not have an income tax.

***State Foundation - Unrestricted/Restricted Grants-in-Aid***

Revenues from unrestricted grants-in aid are based on the amounts set by the State formula. Foundation revenue is calculated based on enrollment and other changes affecting average daily membership counts for the biennium budget. Estimates are based on the new biennium due to new leadership, the states' economy, and the district's formula being capped by almost \$3 million. The current estimate of foundation funding for fiscal year 2020 is \$8,580,764. This is a significant decrease from the estimate in September. \$300 million was reduced from the State foundation budget overnight, as a result of the COVID-19 pandemic. In particular on 5-6-20, we lost \$384,120 in State foundation payments in the remaining two months of FY20. A 5% reduction in State foundation is factored in FY21, as the pandemic continues to plague our State and Country. This line also includes casino revenue.

***Property Tax Allocation***

These funds are reimbursements from Ohio for tax credits given to owner occupied residences equaling 12.5% of the gross property taxes charged residential taxpayers and up to 10% for commercial and industrial taxpayers. The law has since changed and those reductions will no longer apply to new levies that are enacted after August 31, 2013. These amounts will consistently change with Real Estate Taxes.

Also included in this line of the forecast are Personal Tangible replacement payments. The phase out of tangible personal property tax has been occurring since fiscal year 2006 with the state using revenue from Commercial Activity Tax to reimburse districts for this loss. The Dover School District was heavily reliant on tangible personal property tax, as it received \$3.5 million annually before the change, which represented over 19% of Dover's total general fund budget. Most recently, H.B. 64 updated the phase-out of Tangible Personal Property tax reimbursements which will result in the complete loss of these replacement revenues by the end of fiscal year 2021.

### ***All Other Revenue***

Revenue from other sources is derived from preschool fees, rentals, reimbursements from federal projects, donations, and interest. Minor investment changes have been enacted in an attempt to increase interest income.

### ***Advances and Transfers***

The district no longer does advances and transfers.

### ***Additional Revenue Disclosure***

The district will receive a one-time deposit of \$267,070.70 in Federal funding from the CARES Act. While the accounting of these funds is still unknown, this money may have a material impact on the forecast.

## **EXPENDITURE ASSUMPTIONS**

### ***Personal Services and Employees Retirement/Insurance Benefits***

The amounts for salaries are based on a negotiated reopener for FY20. There are no other agreements in place, but historical raises have been forecasted. Retirement, Medicare, and Workers Compensation will increase at the same percentage that the salary increases. Health insurance costs are forecasted to increase 6% per year due to efforts to continue to negotiate health plan design changes and increased employee contributions.

### ***Purchased Services***

Increases in purchased services are due to increasing utility costs & usages, as well as specialized services required for segments of our student population.

### ***Supplies, Capital Outlay and Other***

Expenditures for supplies and materials are increasing due to curriculum changes and technology innovations. For at least the past 5 school years, more textbooks are being replaced by electronic books to keep pace with changes in courses of study. Most of these electronic book purchases require a licensing fee for a one year time period. Other expenditure patterns are increasing due to increases in auditor and treasurer fees and services provided by the county board of education.

### ***Advances and Transfers***

The district no longer does advances and transfers.

### ***Debt Services***

The school district has no outstanding debt to be funded out of the general fund.

### ***Encumbrances***

Encumbrances are budgeted to be expended in the year they occur and therefore are shown at zero for the forecast.