



Five Year Forecast Financial Report

May, 2020

Bill Blakely, Treasurer/CFO

Table of Contents

	<u>Page</u>
Table of Contents	2
Forecast Summary	3
Revenue Sources and Forecast Year-Over-Year Projected Overview	4
1.010 - General Property Tax (Real Estate)	5
1.020 - Public Utility Personal Property	6
1.030 - Income Tax	7
1.035 - Unrestricted Grants-in-Aid	8
1.040 & 1.045 - Restricted Grants-in-Aid	9
1.050 - Property Tax Allocation	10
1.060 - All Other Operating Revenues	11
2.070 - Total Other Financing Sources	12
Expenditures Overview	13
3.010 - Personnel Services	14
3.020 - Employee Benefits	15
3.030 - Purchased Services	16
3.040 - Supplies and Materials	17
3.050 - Capital Outlay	18
3.060 - 4.060 - Intergovernmental & Debt	19
4.300 - Other Objects	20
5.040 - Total Other Financing Uses	21
Five Year Forecast	22

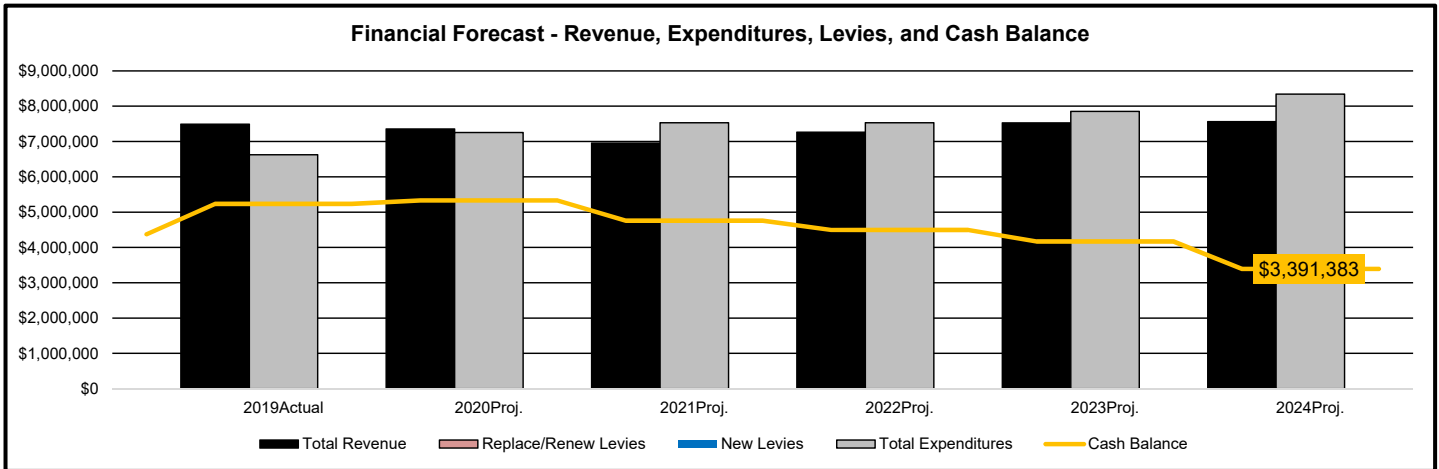
Forecast Purpose/Objectives

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



Edgerton Local School District

Financial Forecast

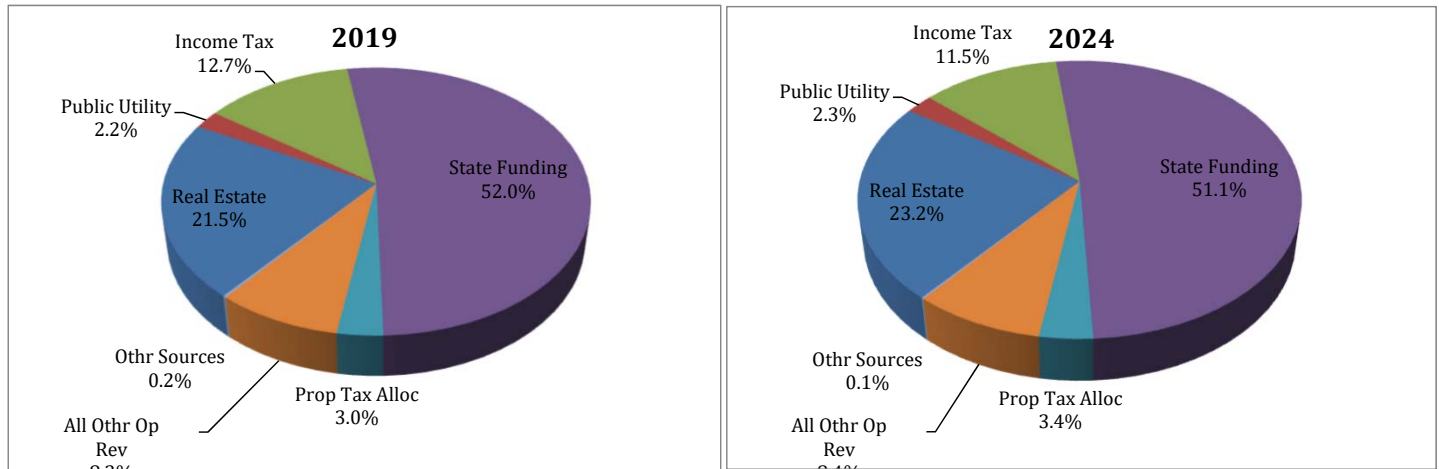
Financial Forecast	Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024
Beginning Balance	5,383,953	5,481,141	4,907,629	4,643,617	4,318,059
+ Revenue	7,352,733	6,957,614	7,264,841	7,528,634	7,564,047
+ Proposed Renew/Replacement Levies	-	-	-	-	-
+ Proposed New Levies	-	-	-	-	-
- Expenditures	(7,255,545)	(7,531,126)	(7,528,853)	(7,854,192)	(8,340,723)
= Revenue Surplus or Deficit	97,188	(573,512)	(264,012)	(325,558)	(776,676)
Ending Balance with renewal levies Note: Not Reduced for Encumbrances	5,481,141	4,907,629	4,643,617	4,318,059	3,541,383

Analysis Without Renewal Levies Included:

Revenue Surplus or Deficit w/o Levies	97,188	(573,512)	(264,012)	(325,558)	(776,676)
Ending Balance w/o Levies	5,481,141	4,907,629	4,643,617	4,318,059	3,541,383

EDGERTON LOCAL SCHOOL DISTRICT WILLIAMS COUNTY FORECAST ASSUMPTIONS FY 2020 THROUGH FY 2024. In preparing the 5 year forecast several items are taken into consideration. Prior years history of each line as well a known future changes to each line. However, additional assumptions must be made in order prepare a complete and accurate as possible 5 year forecast. These assumptions are based on information that the Treasurer/CFO currently has and information from other experts in the field. Any and all assumptions are subject to change based on changes at the State and local level. With the recent COVID19, issue the assumptions are subject to change in either positive or negative directions more than in prior years. The uncertainty of many of the revenues have caused much uncertainty in this forecast. However, this forecast focuses on this year and next. Once we get passed the current year and the following year there is more uncertainty depending on how fast the economy can bounce back from this current situation. As the CFO/Treasurer I will continue to monitor the situation and continue to update the board as events unfold. Further information regarding the assumptions made are detailed in each section.

Revenue Sources and Forecast Year-Over-Year Projected Overview



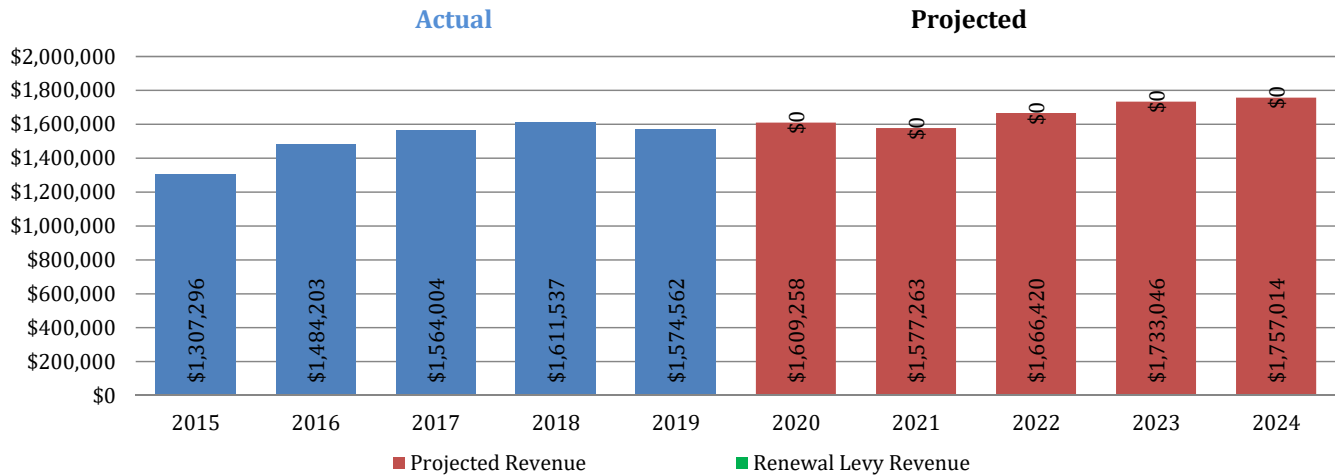
**Projected % trends include renewal levies*

	Prev. 5-Year Avg. Annual Change	PROJECTED					5-Year Avg. Annual Change
		Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024	
Revenue:							
1.010-Real Estate	4.75%	2.20%	-1.99%	5.65%	4.00%	1.38%	2.25%
1.020-Public Utility	7.20%	5.52%	2.99%	0.10%	0.64%	0.63%	1.98%
1.030-Income Tax	4.25%	-4.10%	-10.72%	0.59%	0.24%	0.87%	-2.62%
1.035-State Funding	8.54%	-3.46%	-7.40%	5.63%	5.19%	-0.01%	-0.01%
1.040-Restricted Aid	-6.70%	-15.25%	0.00%	0.00%	0.00%	0.00%	-3.05%
1.045-Restr Federal SFSF	n/a	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
1.050-Property Tax Alloc	-7.74%	-0.10%	6.70%	5.47%	0.57%	0.42%	2.61%
1.060-All Other Operating	9.44%	0.03%	0.08%	0.92%	0.60%	0.35%	0.39%
1.070-Total Revenue	5.84%	-1.85%	-5.30%	4.42%	3.63%	0.47%	0.28%
2.070-Total Other Sources	29.91%	10.83%	-38.76%	1.19%	1.18%	0.47%	-5.02%
2.080-Total w/Other Srcs	5.84%	-1.82%	-5.37%	4.42%	3.63%	0.47%	0.26%

The information on this page reflect the forecasted changes in funding from year to year. This information is used in order to understand the districts funding structure when it comes to State and Local funding. Additionally, understanding overall trends when it comes to revenue in the district. Changes in the State and Local economy as well as changes in the calculation of State funding could cause these numbers to vary. The significant of the variation would depend on several factors. Currently, the State of Ohio is in its first year biennium budget cycle. However, due to the COVID19 crisis the current year State Funding is being cut compared to the budget and additional cuts into next year are projected to happen. The governor has made several comments that cuts will occur for FY21. There is really no telling what will happen as we go into the next budget cycle for FY22 and FY23.

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).



	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total With Renewal Levies	1,574,562	1,609,258	1,577,263	1,666,420	1,733,046	1,757,014
YOY \$ Change	(36,975)	34,696	(31,995)	89,157	66,626	23,968
YOY % Change	-2.3%	2.2%	-2.0%	5.7%	4.0%	1.4%

Percentage of Total Revenue	21.0%	21.9%	22.7%	22.9%	23.0%	23.2%
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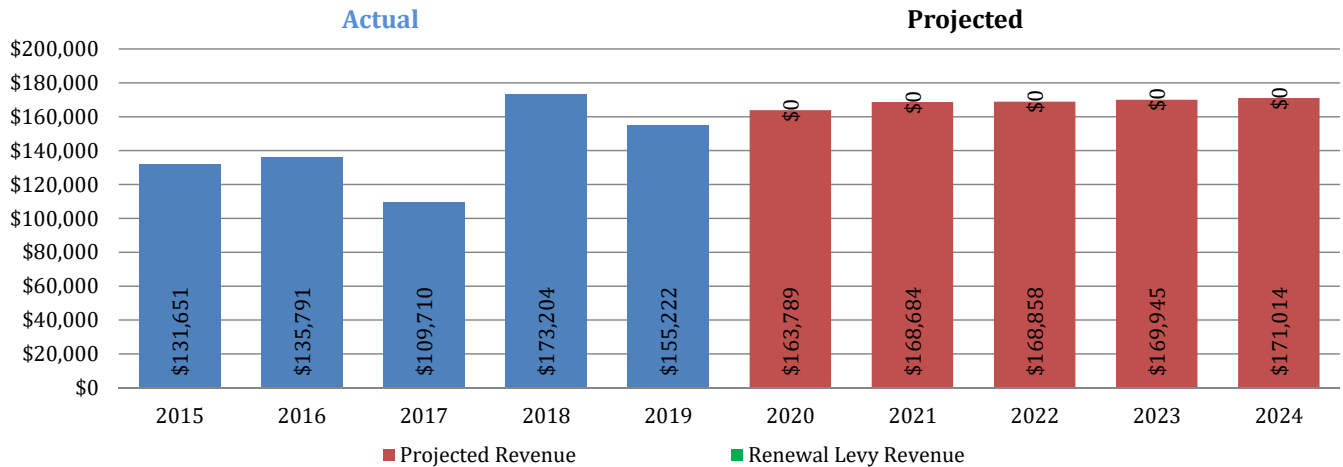
Values, Tax Rates and Gross Collections							Gross Collection Rate Including Delinquencies
Tax Yr	Valuation	Value Change	Class I Rate	Change	Class II Rate	Change	
2018	85,538,210	(1,192,760)	20.58	0.34	27.23	1.03	100.5%
2019	86,291,620	753,410	20.53	(0.05)	27.20	(0.03)	100.1%
2020	94,827,320	8,535,700	20.53	0.00	27.19	(0.01)	91.9%
2021	94,235,824	(591,496)	20.80	0.27	27.17	(0.01)	96.8%
2022	94,951,524	715,700	20.77	(0.03)	27.16	(0.01)	99.0%
2023	95,269,774	318,250	20.76	(0.02)	27.15	(0.01)	99.0%

General Property Tax 1.010 - The district's taxable real estate is located in both Williams and Defiance Counties. 83% of the total valuation comes from property located in Williams County. The district's valuation decreased by \$1,192,760 compared to tax year 2018, during the reappraisal process in William County. It increased by \$753,410 in tax year 2019. The main cause of this decrease was the decrease in CAUV values in Williams County during the reappraisal process. The decrease in the CAUV values were enough to offset the roughly 10% increase in residential values. The property tax revenues forecasted do not anticipate the passage of a replacement or renewal levy for the General Fund. There are no General Fund levies scheduled to expire during the forecast period. Currently, Cooper Farms is putting in a large hog farm on US 6 east of town, that is within the district limits. Based on current information, received on this project we are projecting an increase in valuation of roughly \$8,000,000. This was originally anticipated completed in 2019, which is when it would affect valuations. However, it was not completed by January 1, 2019 and therefore has not yet effected the valuations. The completion has happened in 2019 and will increase the valuations in 2020 tax year. Additionally, Cooper Farms is looking at adding a couple more facilities within the district in Defiance County. However, these projects are in the early stages and there is no confirmed dates of start or completion of these project. Therefore, since the information is limited nothing has been included in the current 5 year forecast for these projects. As the information comes in about the projects the 5-year forecast will be updated appropriately. There are no other unusual activities that are outside of the historical pattern that could result in significant variations from those patterns that should be included and disclosed, such as required refund, company bankruptcies or departures, unusual collection efforts, etc. CAUV's are expected to decrease another 8.5% decrease for CAUV in 2021. However, the decrease in the CAUV will be offset by the increase forecasted 5% increase in residential valuation. Overall, outside of new construction revenue from general property taxes remain fairly stagnant. The 5% increase in residential is softened from over a 7% increase in the fall forecast, due to the COVID19 crisis.

*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.



	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total With Renewal Levies	155,222	163,789	168,684	168,858	169,945	171,014
YOY \$ Change	(17,982)	8,567	4,895	174	1,087	1,069
YOY % Change	-10.4%	5.5%	3.0%	0.1%	0.6%	0.6%

Percentage of Total Revenue	2019	2020	2021	2022	2023	2024
	2.1%	2.2%	2.4%	2.3%	2.3%	2.3%

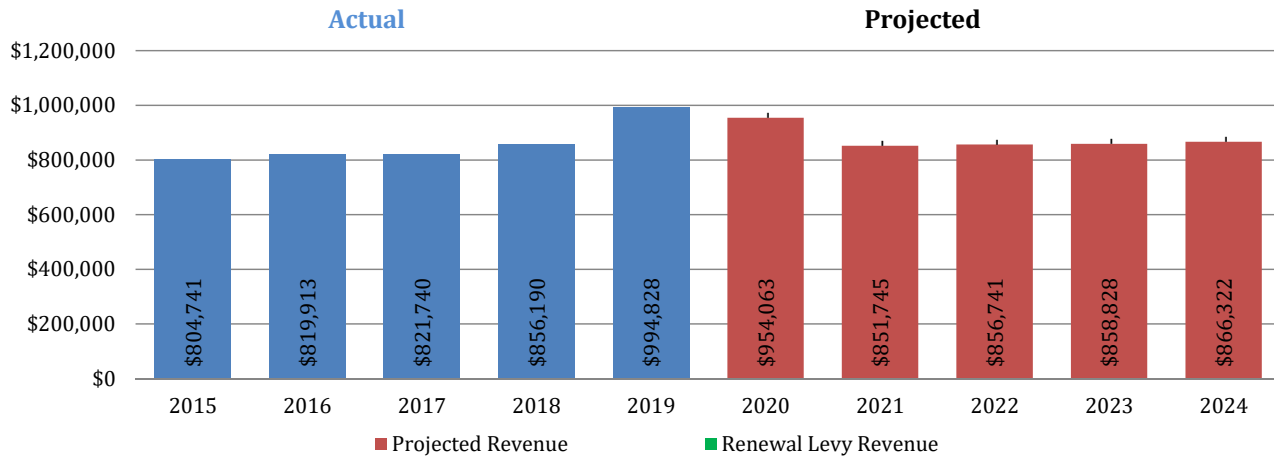
Values and Tax Rates					Gross Collection Rate Including Delinquencies
Tax Year	Valuation	Value Change	Full Voted Rate	Change	
2018	4,390,620	443,810	37.50	-	98.7%
2019	4,459,640	69,020	37.50	-	100.0%
2020	4,488,396	28,756	37.50	-	100.0%
2021	4,517,368	28,972	37.50	-	100.0%
2022	4,546,368	29,000	37.50	-	100.0%
2023	4,574,368	28,000	37.50	-	100.0%

Public Utility Personal Property 1.020 - The districts valuation of public utility property has seen slight increases over the years. Unlike the real estate the public utility property is subject to depreciation and will decrease in value over three years. However, it appears that the public utilities that are within the district have continued to replace things as they have become out dated. The large increase in FY18, is due to a timing issue with some of the payments were collected. This will then create a decrease back to "normal" amounts in FY19. For FY20 (tax year 18), there was roughly a \$400,000 increase in valuation due to some upgrades to some pipelines that run through the district. Currently, the district does not anticipate the continued increase in values as seen the last two years. Therefore, allowing the value to have modest increases year to year compared to "normal" prior years is reasonable.

**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.



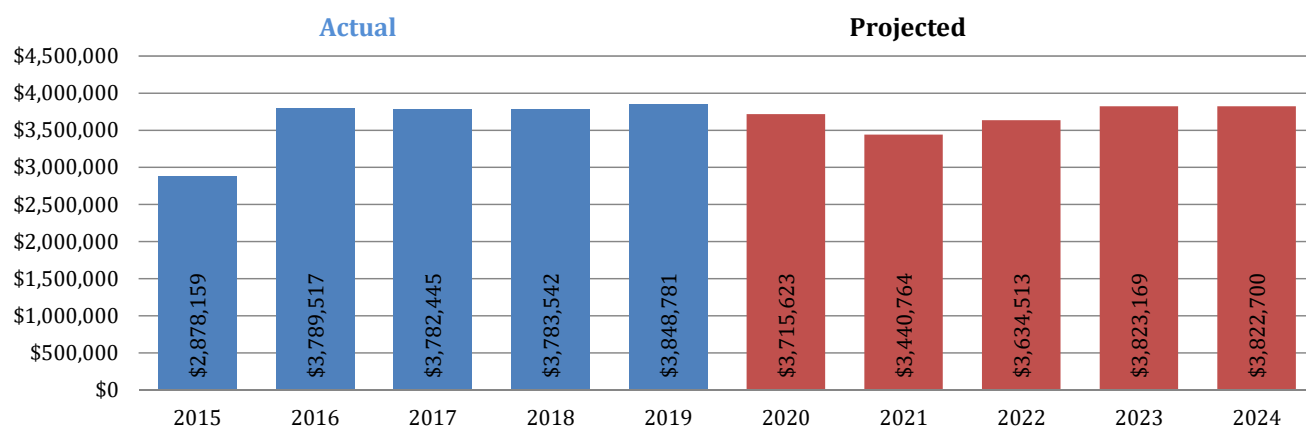
	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total	994,828	954,063	851,745	856,741	858,828	866,322
YOY \$ Change	138,638	(40,765)	(102,318)	4,996	2,087	7,494
YOY % Change	16.2%	-4.1%	-10.7%	0.6%	0.2%	0.9%
Percentage of Total Revenue	13.3%	13.0%	12.2%	11.8%	11.4%	11.5%

Income Tax 1.030 - In May of 1991 the district passed a permanent 1% Traditional Income Tax, with collections starting in 1992. Since full collections have begun, the amounts per calendar year have ranged from \$452,908 to \$994,828 (last year). Typically, the district has seen increase year to year. However, from FY2009 through FY2011 revenues dropped significantly lower due to the "great recession". This was significant because two of the major employers in the district and several in the area are in the automotive industry, which took a significant hit during this time. Additionally, the district has several construction companies in the area that also saw large decreases in revenue during this time. Starting with the history shown here in FY2014 there has been slight increases overall. However, 2015 saw decreases. FY2014 had a onetime large increase due to income being brought forward from the 2013 year due to fears of the fiscal cliff. Outside of another downward turn in the economy we expect small increases in tax revenues annually, overall. However, the prior year (FY19) the district is projecting a more significant increase due to how revenues came in during the year. Part of this increase however, was a onetime correction due to ODT coding some tax returns incorrectly and the money being sent to another district. Currently, we have seen some larger increases the past couple of years in income tax as the economy and employment numbers have been very strong. As the local economy continues to grow at a slow pace the district will anticipate slow increases in income tax, with increases of less than 1% year to year starting in FY20. Additionally, farm income does make up a portion of our taxable income and farm income is highly volatile year to year. In March 2020, the COVID19 crisis created a major hit to the local, state and national economies. We are using the "great rescission" as a baseline for the decrease we will see in income tax revenue for FY21. During the "great rescission" the district saw a 20% decrease in income tax in one year. We are currently project roughly a 10% decrease but it will really depend on how quickly things return. The anticipation is a slow return to the prior income tax collections.

**Projected % trends include renewal levies*

1.035 - Unrestricted Grants-in-Aid

Funds received through the State Foundation Program with no restriction.

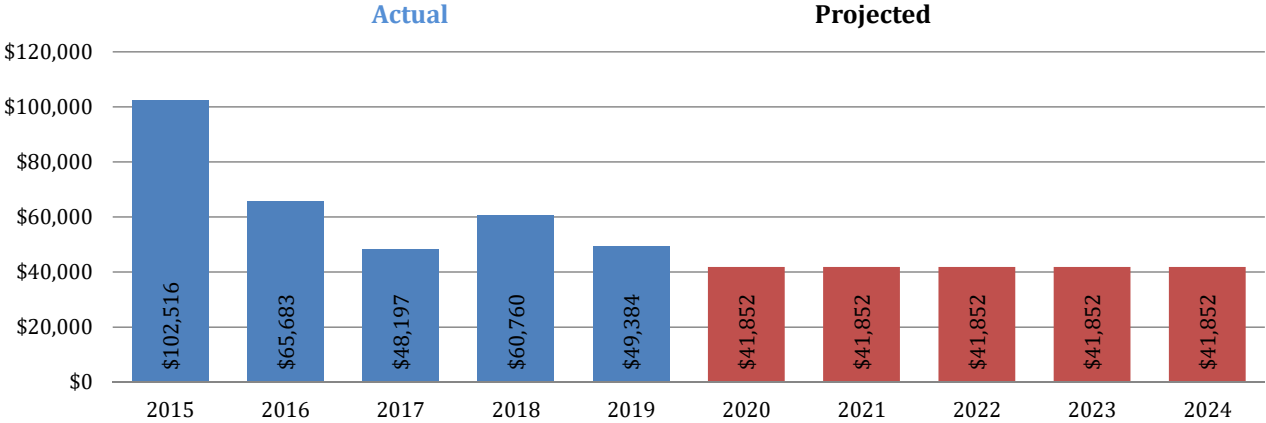


	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total	Total	3,715,623	3,440,764	3,634,513	3,823,169	3,822,700
YOY \$ Change	65,239	(133,158)	(274,859)	193,748	188,657	(469)
YOY % Change	1.7%	-3.5%	-7.4%	5.6%	5.2%	0.0%
Percentage of Total Revenue	51.4%	50.5%	49.5%	50.0%	50.8%	50.5%
Base Aid	3,782,521	3,782,521	3,782,521	3,782,521	3,782,521	3,782,521
Student Wellness Aid		131,514	181,924	174,182	171,273	168,364
Supplemental Aid - Wellness & Growing		44,529	66,794	66,794	66,794	66,794
Enrollment	570	590	565	541	532	523

Unrestricted Grants-in-Aid 1.035 - The new biennium budget for FY16 and FY17 helped funding for small rural districts and some of the funding items are calculated outside of the cap. This new funding formula has helped see a significant increase in FY2016 and FY2017 funding. The new biennium budget for FY18 and FY19 kept the concepts of the prior budget bill with minor changes to the formula. FY2020 through FY2022 have frozen our funding for those years. Additional funds were included for Student Wellness and Success Funds. These funds can be used to supplant items that the district is already doing. However, these funds are not to be included in the 5 year forecast. In March of FY20, the COVID19 crisis began in Ohio. This caused a significant decrease in State revenues. In the beginning of May, the Governor announced that he would be cutting K-12 funding by \$300M for the rest of the fiscal year and additional cuts are probable for FY21. This FY20 reduction was a \$110,000 reduction to the districts funding for FY20. It is not clear how steep the reductions will be for FY21 and forward. However, the State is currently projecting a \$2Billion dollar shortfall in FY21. Therefore, the current projection is a 15% reduction in State Aide for FY21. As things open back up in the economy we would anticipate that State revenues will return and we will at some point return to our current funding. We are currently on the State guarantee which could go away at any point in the budget. If this occurs the district could see additional reductions in State Aide. There are a lot of unknowns heading to far out in the future. Therefore, we will really focus on FY20 – FY22. Due to the increases in real estate values compared to the rest of the State as well as declining enrollment, the district is forecasted to be on the guarantee for all 5 years. On average This allows the district to maintain its funding that it had received in prior years. Also included in this line are any revenues payments from the casinos. Casino revenue has remained relatively flat over the past few years. However, with the COVID19 crisis casinos have been closed for a significant time. This will also cause for large decreases in that revenue stream as well.

1.040 & 1.045 - Restricted Grants-in-Aid

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

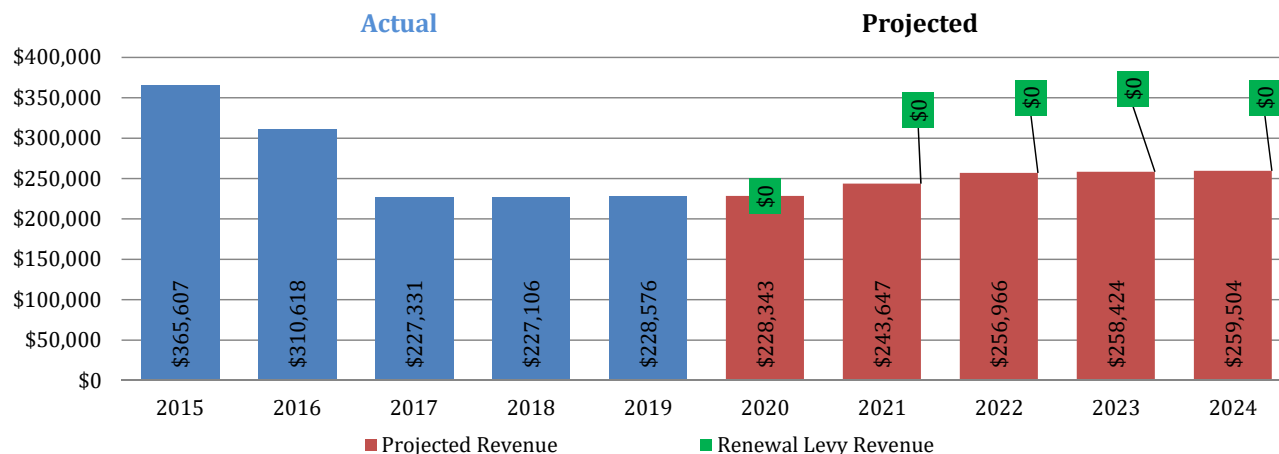


	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total	49,384	41,852	41,852	41,852	41,852	41,852
YOY \$ Change	(11,376)	(7,532)	-	-	-	-
YOY % Change	-18.7%	-15.3%	0.0%	0.0%	0.0%	0.0%
Percentage of Total Revenue	0.7%	0.6%	0.6%	0.6%	0.6%	0.6%

Restricted Grants-in-Aid 1.040 & 1.045 - This includes the Career Tech funds and Economic Disadvantaged Aid funds within the state foundation funding formula. This funding for the district has been somewhat volatile. However, going forward the district anticipates the funding to remain somewhat consistent do to the new budget bill freezing the current funding. The enrollment decrease year to year causes the district to look richer because the calculations are based on wealth per pupil. Additionally, the district has seen increase in median income at a rate higher than the state average. The district anticipates this trend to continue. However, based on the governor’s budget this line item may decrease or hold steady. It was originally believed that the Student Wellness and Success Funds would run through this line item. However, the State Auditor and Ohio Department of Education have requested that the funds not be reflected in the 5 year forecast. Since those funds will be partial used for expenses that the district has been doing and/or will continue to do going forward, it will also effect certain expenses that are being paid with those funds

1.050 - Property Tax Allocation

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



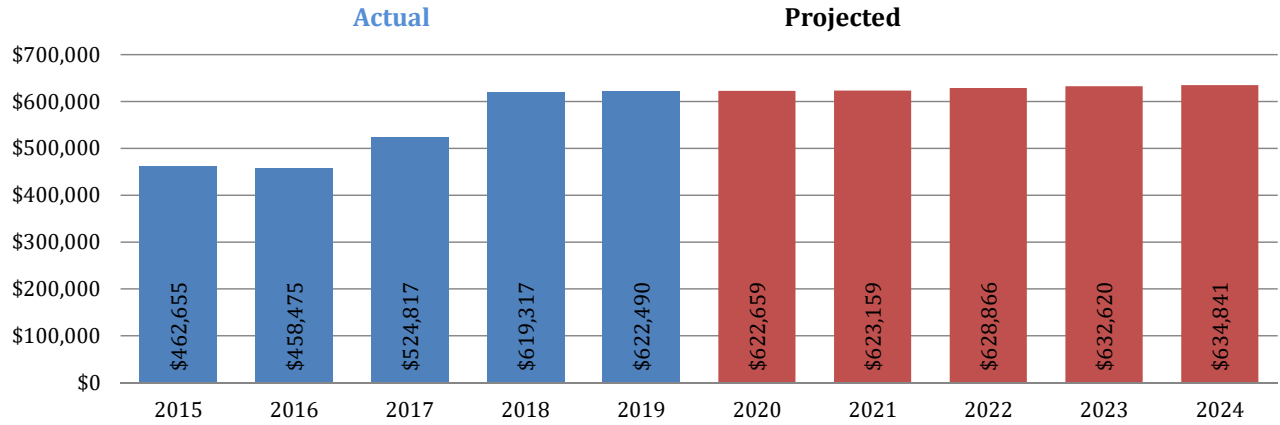
	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total With Renewal Levies	228,576	228,343	243,647	256,966	258,424	259,504
YOY \$ Change	1,470	(233)	15,304	13,319	1,458	1,080
YOY % Change	0.6%	-0.1%	6.7%	5.5%	0.6%	0.4%
Percentage of Total Revenue	3.1%	3.1%	3.5%	3.5%	3.4%	3.4%
% of Residential Real Estate 10% Rollback	10.02%	10.02%	10.02%	10.02%	10.02%	10.02%
% of Residential Real Estate 2.5% Rollback	1.25%	1.25%	1.25%	1.25%	1.25%	1.25%
% of Residential Real Estate Homestead	3.30%	3.30%	3.30%	3.30%	3.30%	3.30%

Property Tax Allocation 1.050 - The significant decreases in the property tax allocation over the years FY15- FY18 are because of the district's loss of Tangible Personal Property tax revenue due to the effects of HB66. The state was supposed to hold school districts harmless from TPP loss through FY 2013 and reimburse schools based on tax year 2004 TPP valuations. These hold harmless payments were to begin to be phased out starting in FY 2014 and this phase-out would continue through FY 2018. With the passage of HB153, these hold harmless payments were almost completely phased out over FY 2012 and FY2013 with only \$161,000 per year remaining for FY 2014 and beyond. The district saw a loss of \$325,000 over these two years because of this change. The remaining balances reflected in this line are for state reimbursement of Homestead and Rollback Tax credits that are removed from the local real estate tax revenue. The current biennium budget has kept these reimbursement payments in place for any existing levies but will not be reimbursed for any new levies passed after August 2013. Therefore, the district anticipates slight increase with the increase in property values over time.

**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.

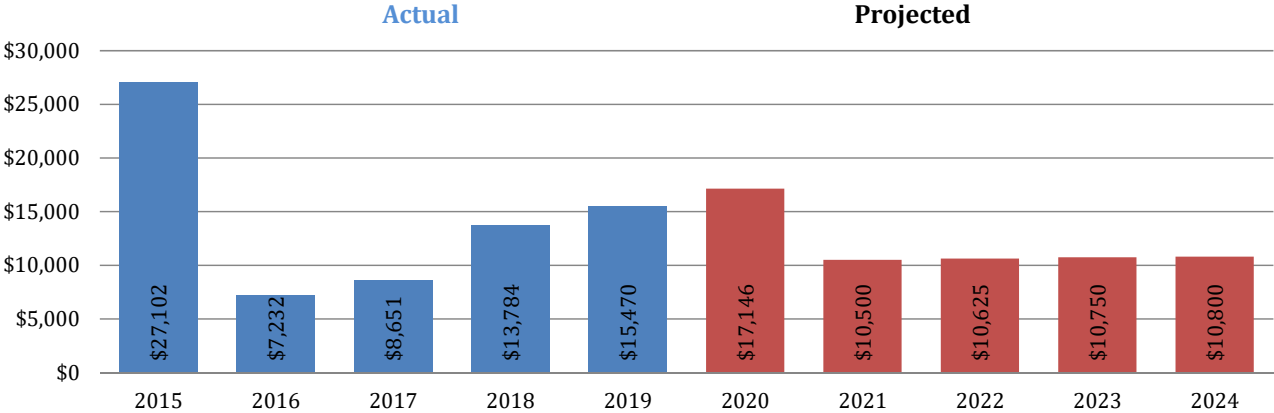


	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total	622,490	622,659	623,159	628,866	632,620	634,841
YOY \$ Change	3,173	169	500	5,707	3,754	2,221
YOY % Change	0.5%	0.0%	0.1%	0.9%	0.6%	0.4%
Percentage of Total Revenue	8.3%	8.5%	9.0%	8.7%	8.4%	8.4%

All Other Operating Revenues 1.060 - A major part of All Other Revenue is funding received through open enrollment. Revenue through open enrollment is reflected to show a slight increase through FY 2024 because the state will be funding at a small increase per student. Open enrollment student levels are projected to remain flat through FY 2024, but can be volatile. Revenue from all other sources is based on historical patterns except for interest income. Early in FY19, the board passed a resolution to have the investment income put into the capital improvement fund instead of the general fund. This is creating the roughly \$82,000 projected decrease in the revenue for FY19. Overall, the district expects the other revenue to stay relatively stable. Tuition paid by other district also is reflected on this line. This would be payments for IEP students open enrolled as well as court placed student into our district. Obviously, this amount is highly volatile, but the district forecast those to remain at or similar levels over the forecast.

2.070 - Total Other Financing Sources

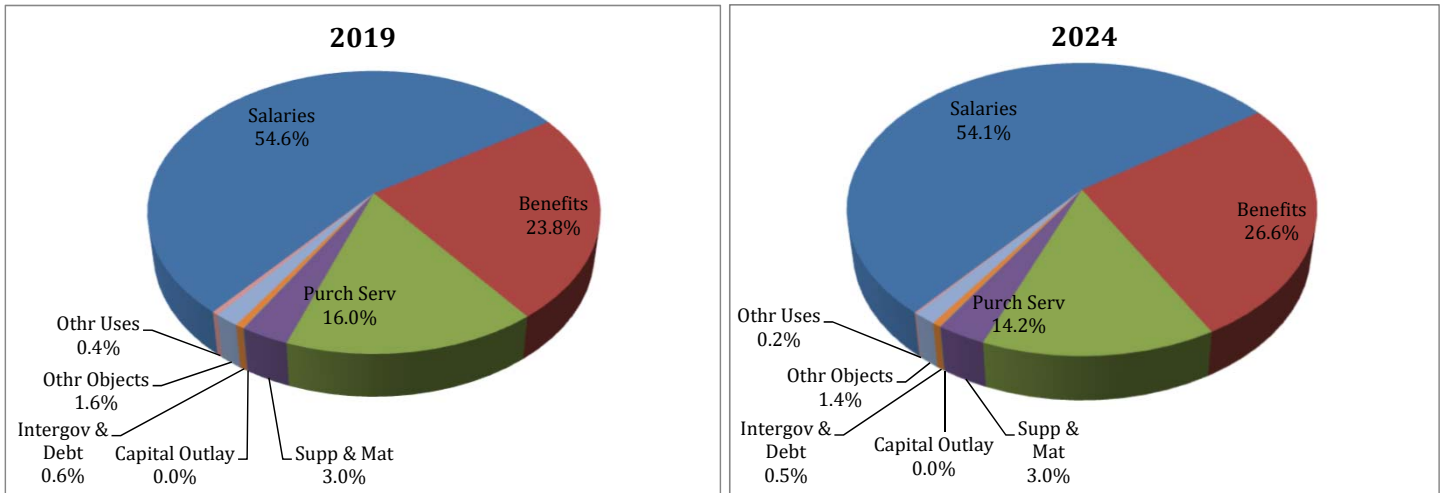
Includes proceeds from sale of notes, state emergency loans and advancements, operating transfers-in, and all other financing sources like sale and loss of assets, and refund of prior year expenditures.



	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total	15,470	17,146	10,500	10,625	10,750	10,800
YOY \$ Change	1,686	1,676	(6,646)	125	125	50
YOY % Change	12.2%	10.8%	-38.8%	1.2%	1.2%	0.5%
Percentage of Total Revenue	0.2%	0.2%	0.2%	0.1%	0.1%	0.1%
Transfers In	-	-	-	-	-	-
Advances In	-	-	-	-	-	-

Other Financing Sources 2.070 - This amount makes up very little of the overall budget and has been somewhat volatile. The major amount that has been running through this account over that past several years are the workers comp refunds. The district has continued to get these refunds but have seen the amounts taper off in recent years. However, the amount was back up in at the beginning of FY2020. Therefore, the district is forecasting the amount to continue to decrease and level off at the \$10,500 range.

Expenditure Categories and Forecast Year-Over-Year Projected Overview

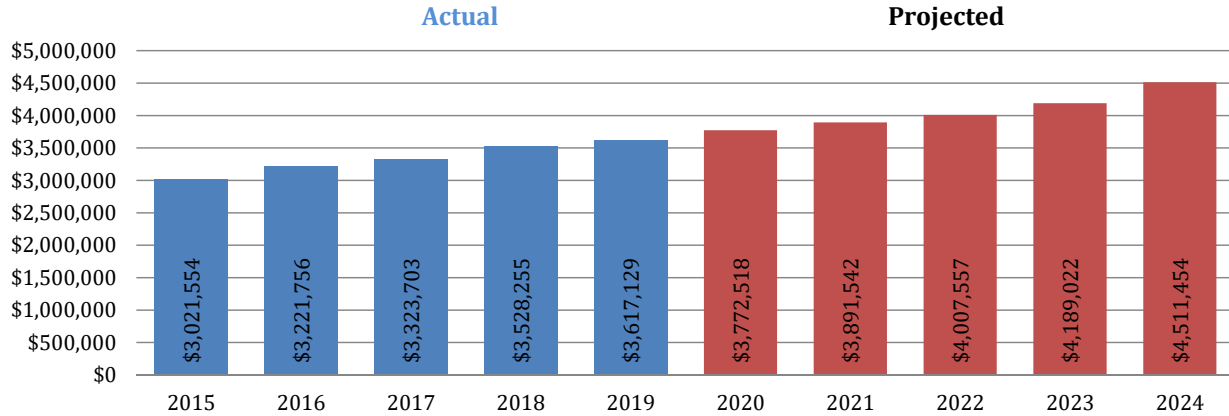


	Prev. 5-Year Avg. Annual Change	PROJECTED					5-Year Avg. Annual Change
		Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024	
Expenditures:							
3.010-Salaries	3.80%	4.30%	3.16%	2.98%	4.53%	7.70%	4.53%
3.020-Benefits	5.68%	10.40%	5.29%	5.79%	6.38%	7.57%	7.08%
3.030-Purchased Services	-0.25%	5.88%	1.04%	2.30%	2.11%	0.31%	2.33%
3.040-Supplies & Materials	3.43%	19.93%	0.69%	-0.62%	1.97%	0.81%	4.56%
3.050-Capital Outlay	299.28%	7081.63%	31.14%	-98.94%	0.00%	0.00%	1402.77%
3.060-Intergov	n/a	n/a	n/a	n/a	n/a	n/a	n/a
4.010-4.060-Debt	n/a	19.87%	-2.43%	8.99%	-2.66%	0.00%	4.75%
4.300-Other Objects	3.63%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
4.500-Total Expenditures	3.53%	9.41%	3.96%	0.04%	4.47%	6.20%	4.82%
5.040-Total Other Uses	53.75%	35.71%	-26.32%	-17.86%	-43.48%	0.00%	-10.39%
5.050-Total w/Other Uses	3.55%	9.53%	3.80%	-0.03%	4.32%	6.19%	4.76%

Expenditures - Overall, we would expect to continue to see expenditures increase year over year as the prices of goods and services continue to increase. This sheet shows the historical trends for the previous 5 years as compared to the forecasted next 5 years. This also shows the breakdown of the expense categories percentage compared to the overall expenditures. Further documentation in regards to the assumptions in the forecast are detailed in the next several sheets for each line item.

3.010 - Personnel Services

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

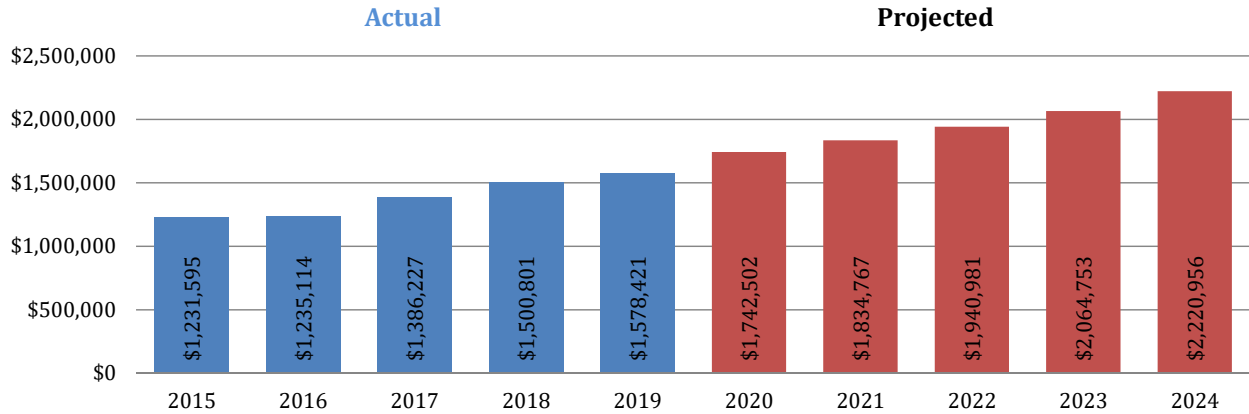


	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total	3,617,129	3,772,518	3,891,542	4,007,557	4,189,022	4,511,454
YOY \$ Change	88,874	155,389	119,024	116,015	181,465	322,432
YOY % Change	2.5%	4.3%	3.2%	3.0%	4.5%	7.7%
Percentage of Total Budget	54.6%	52.0%	51.7%	53.2%	53.3%	54.1%

Personnel Services 3.010 - The current salaries are based on the current three-year agreement with increases in bases salary and steps, between the EEA and The Board. This current CBA is reflected in the wages for FY2019 - FY2021. Additional increase wages are forecast in FY2022 - FY2024, based on the increase that have been trending around the state. In FY20, there were multiple changes in staff that some saved the district money while others cost the district money. However, one item to note was an aide staff that was not replaced. At this time the projected salary and wages are based on current staff with no change in amount of staff as well. In FY19, the district was able to take some additional salaries from federal grants which helped reduce the increase that the district would have seen. Forecasted in FY20, reflects staff members that the district was made aware of leaving for SY19-20 and replacing them with individuals at step 5 with 150hrs. For a portion of FY20 there are some salaries that will be coming out of the Student Wellness and Success Funds. Those salaries are not included for the next 4 years but are added back in year 5. The assumption is that the Student Wellness and Success Fund will stay during the governor's term but may go away after. Obviously, these numbers are subject to change depending on the individuals that are hired for the 19-20SY. Additionally, the forecast projects other expected retirements and departures from the district. With the current COVID19 crisis there is additional concerns as to if the Student Wellness & Success funds will continue. At this time the district is anticipating no change to those funds.

3.020 - Employees' Benefits

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

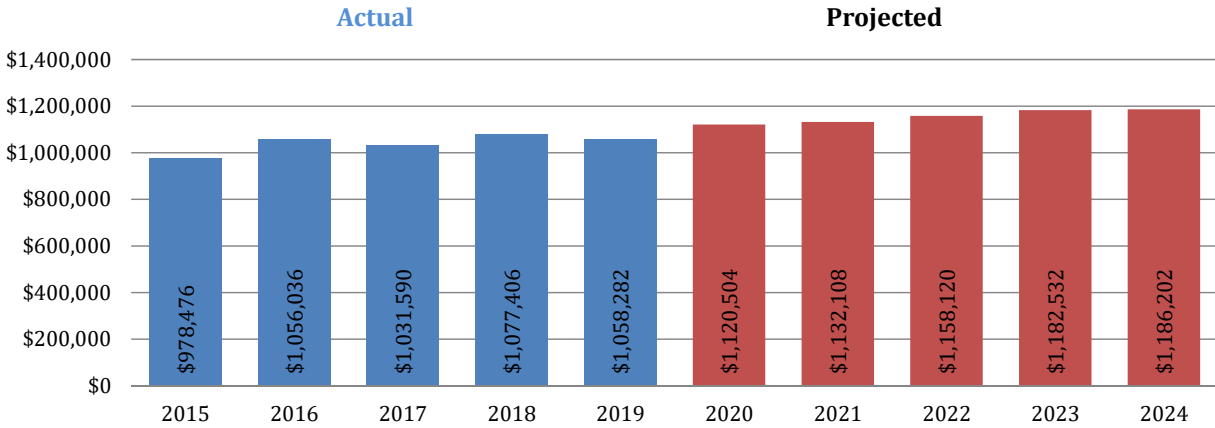


	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total	1,578,421	1,742,502	1,834,767	1,940,981	2,064,753	2,220,956
YOY \$ Change	77,620	164,081	92,265	106,214	123,772	156,203
YOY % Change	5.2%	10.4%	5.3%	5.8%	6.4%	7.6%
Percentage of Total Budget	23.8%	24.0%	24.4%	25.8%	26.3%	26.6%

Employees' Benefits 3.020 - January 1, 2018 we had an increase of 4% in the access plus, 2% increase for the HDHP, 2% increase for dental and 2% increase to vision. In January of 2019 the district saw an increase in medical insurance of 6%. On January 1, 2020 the district will see increases of 8% on health, 5% on dental and 4% vision insurance premiums. Additionally, the district is projecting some additional staff members taking the insurance during the open enrollment period as well as employees changing plans. Those changes would be effect January 1, 2020. For FY20 - FY24 have been forecasted with increases ranging between 7 - 9% each year, for health insurance. It is forecasted that dental and vision will raise 2 - 5% annually. These increases are based on what has been seen around the state and county comparative to the increases that we have seen locally. These increase remain on the low end of what has been seen a crossed the state and nationally. However, the district has historically stayed below both the State and National averages.

3.030 - Purchased Services

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

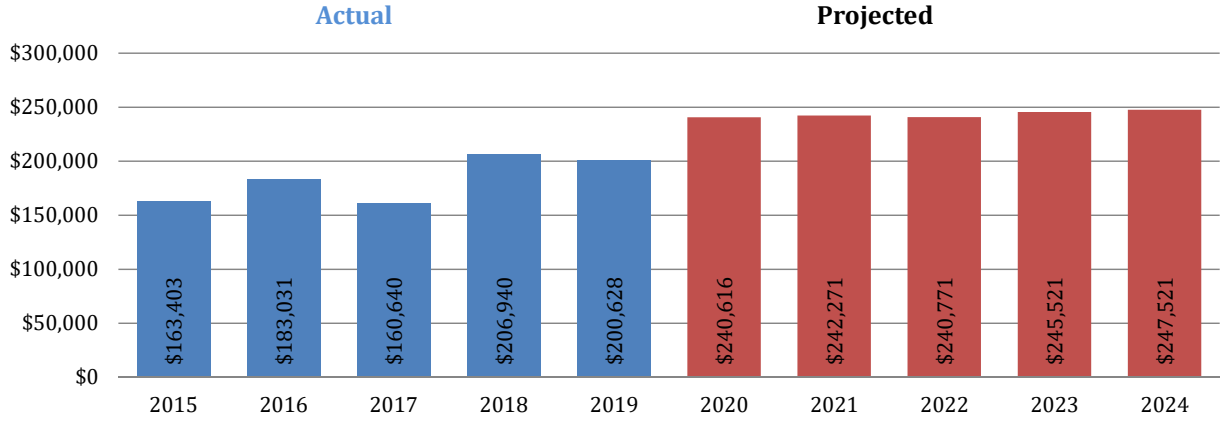


	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total	1,058,282	1,120,504	1,132,108	1,158,120	1,182,532	1,186,202
YOY \$ Change	(19,124)	62,222	11,604	26,012	24,412	3,670
YOY % Change	-1.8%	5.9%	1.0%	2.3%	2.1%	0.3%
Percentage of Total Budget	16.0%	15.4%	15.0%	15.4%	15.1%	14.2%

Purchased Services 3.030 - Purchased Services include utility costs, maintenance agreements, building and fleet insurance, special education services, staff in-service, telephone costs, vehicle repairs, computer communication services, student open enrollment costs paid to other districts, community schools' costs and excess costs contracted with the Educational Service Center for speech, occupational therapy and many other special education services. Multiple Handicapped services are contracted with Bryan City Schools as well, eliminating hiring staff at the district. Open enrollment expense for resident students attending other districts is expected to stay fairly level from FY 2020 through FY 2024. However, recently we have seen increases in students getting Jon Peterson scholarships. We have also had to use the IEC for a few students recently that will increase cost to the district. Otherwise, historical patterns have been used to estimate purchased services with a 2% - 5% yearly inflationary increase. Some of the items listed above are hard to forecast as it really depends on the needs of our students as well as students in our district that decide to attend at community schools or open enroll out. However, based on the current information and knowledge those amounts should stay relatively consistent year to year.

3.040 - Supplies & Materials

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

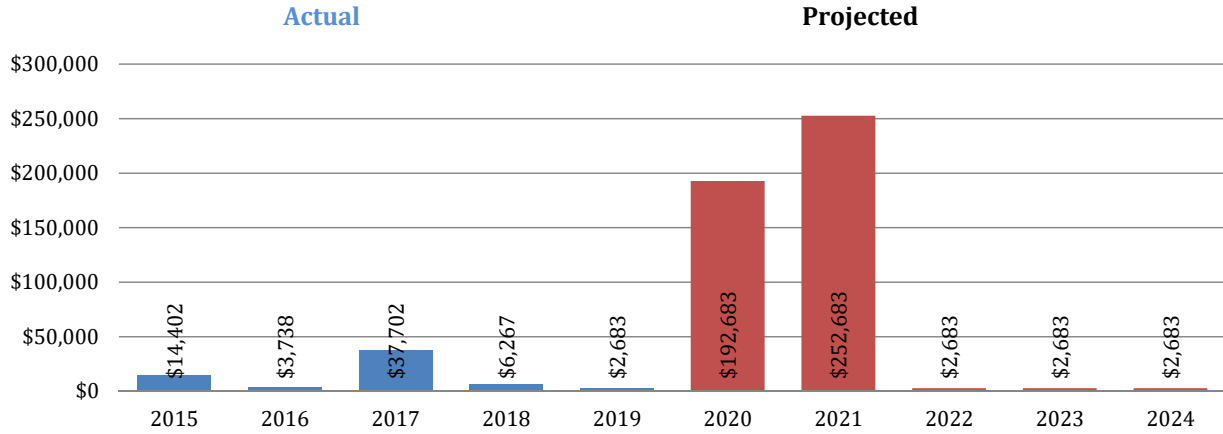


	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total	200,628	240,616	242,271	240,771	245,521	247,521
YOY \$ Change	(6,312)	39,988	1,655	(1,500)	4,750	2,000
YOY % Change	-3.1%	19.9%	0.7%	-0.6%	2.0%	0.8%
Percentage of Total Budget	3.0%	3.3%	3.2%	3.2%	3.1%	3.0%

Supplies & Materials 3.040 - Supplies and Materials include classroom supplies, textbooks, library books, office supplies, district wide paper supplies, maintenance, building and vehicle fuel and supplies. Anticipated expenditures in supplies are based on current needs and historical patterns. During FY19 and beyond there has been an increase supplies and materials to include the increased cost with the 1 to 1 devices that the district will supply to students starting in FY18. This was also rolled out to junior high for FY19. As of FY20, we are at a 1 to 1 devices basically district wide. Fuel purchases have been relatively stable in comparison to prior forecast. Bus repairs have been increasing in recent years due to the aging fleet of buses. Otherwise, a 2% - 5% inflationary increase in supplies is being forecasted each year.

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.

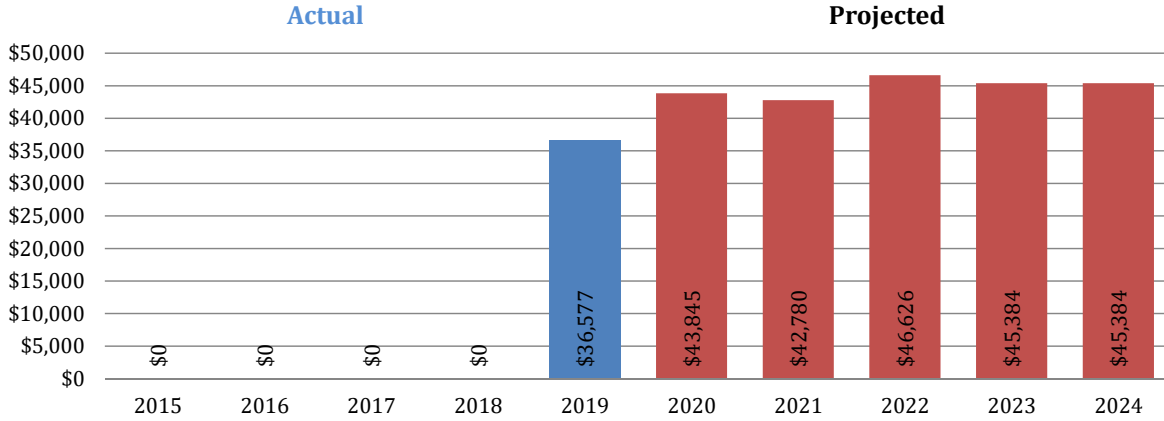


	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total	2,683	192,683	252,683	2,683	2,683	2,683
YOY \$ Change	(3,584)	190,000	60,000	(250,000)	-	-
YOY % Change	-57.2%	7081.6%	31.1%	-98.9%	0.0%	0.0%
Percentage of Total Budget	0.0%	2.7%	3.4%	0.0%	0.0%	0.0%

Capital Outlay 3.050 - The majority of capital expenditures are paid for out of the Permanent Improvement Fund which is funded through 2.5 mills of inside millage on property taxes. However, in FY17 money was spent on the 1 to 1 initiative in order to get it running in the high school. Since the district is currently, in good financial shape the district is looking at a few projects to come out of the general fund. In FY20 an amount of \$190,000 has been forecasted for the seating and remodel cost at the Annex building for performing arts. Additionally, in FY21 an amount of \$250,000 is forecasted for a bathroom project down at the football field. This would be used for football, baseball and track. No other major projects are forecasted to come out of the general fund at this time. Any other major cost would be coming out of the capital improvement funds. Since the district is now allocating the investment/interest income to capital it would seem like the district could use more capital money for those projects going forward.

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.

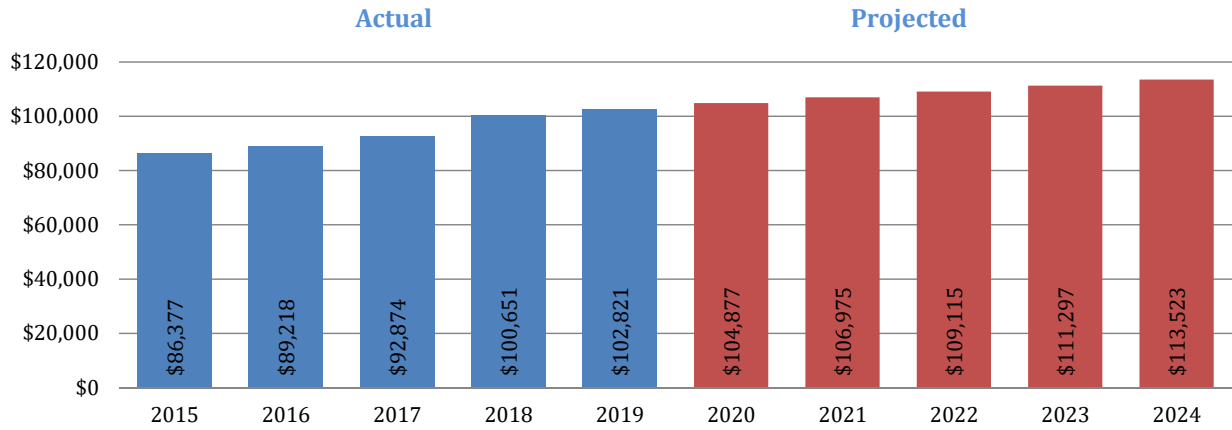


	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total	36,577	43,845	42,780	46,626	45,384	45,384
YOY \$ Change	36,577	7,268	(1,065)	3,846	(1,242)	-
YOY % Change	0.0%	19.9%	-2.4%	9.0%	-2.7%	0.0%
Percentage of Total Budget	0.6%	0.6%	0.6%	0.6%	0.6%	0.5%

Debt Services 4.010 - 4.060 - The line items 4.050 and 4.060 are the principal and interest payments on the energy savings lease purchase project with the LED lighting, etc. The amount included in the forecast are the actual amounts per the current amortization schedules as supplied by the bank.

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.

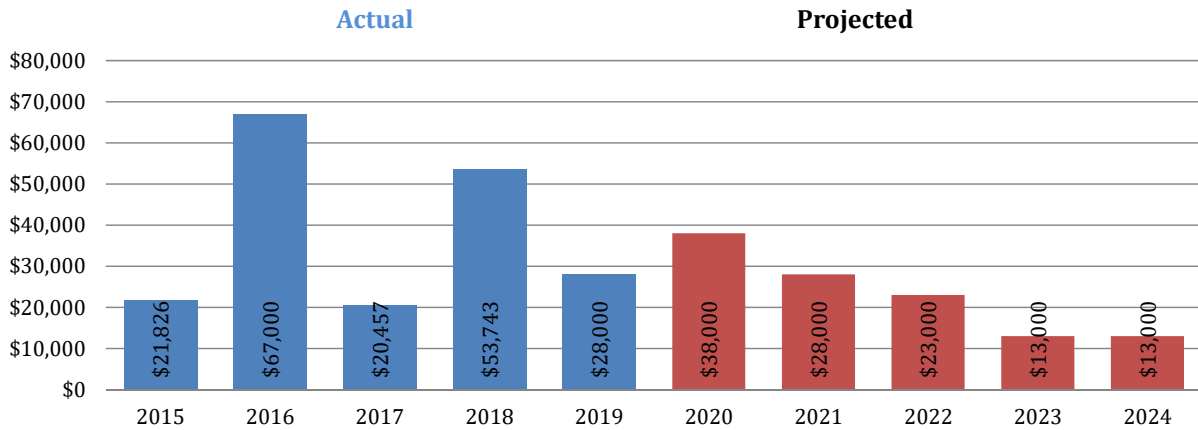


	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total	102,821	104,877	106,975	109,115	111,297	113,523
YOY \$ Change	2,170	2,056	2,098	2,140	2,182	2,226
YOY % Change	2.2%	2.0%	2.0%	2.0%	2.0%	2.0%
Percentage of Total Budget	1.6%	1.4%	1.4%	1.4%	1.4%	1.4%

Total Other Objects 4.300 - This line item has historically has slight increases year after year. However, due to some new software and increases in some dues and fees the district saw a more significant increase this past year. Over the 5 years of the forecast the district anticipates that the annual increase to return back to the 2% range year over year.

5.040 - Total Other Financing Uses

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



	FORECASTED					
	2019	2020	2021	2022	2023	2024
Total	28,000	38,000	28,000	23,000	13,000	13,000
YOY \$ Change	(25,743)	10,000	(10,000)	(5,000)	(10,000)	-
YOY % Change	-47.9%	35.7%	-26.3%	-17.9%	-43.5%	0.0%
Percentage of Total Budget	0.4%	0.5%	0.4%	0.3%	0.2%	0.2%
Transfers Out	3,000	38,000	28,000	23,000	13,000	13,000
Advances Out	25,000	-	-	-	-	-

Total Other Financing Uses 5.040 - This line item has historically been roughly \$15,000 - \$20,000 each year which is the amount transferred from the general fund into other funds to help offset the cost. Generally, \$15,000 per year has been transferred into the uniform supply account to help offset the cost of classes such as workbooks, etc. that are not covered by the book fees collected. The additional transfers have been relatively small. However, in FY16 a \$50,000 transfer was done to offset the deficit in the food service food. Smaller transfer was done in FY17, but FY18 the food service had a major repair which caused the transfer to increase again. Currently, the district is forecasting transfers to the food service fund over the next 4 years. The forecast is for it to decrease each year. Additionally, the district is also forecasting less being transferred to the resale account each year as well. However, the district is looking into creating a budget stabilization fund to help set money aside for major repairs as our buildings start to age. The amounts forecasted to the budget stabilization fund are as follows: FY20 - \$225,000, FY21 - \$100,000, FY22 - \$325,000, FY23 - \$50,000. The plan in to try to put a little money back into to this fund annually. This fund will help in future repairs and needs of the district without the district needing to make major cuts and/or go to the taxpayers for new money. However, since the COVID19 crisis occurred and with the projected budget cuts the district has taken out the amounts that were going to be put into the budget stabilization fund.

Edgerton Local School District

Five Year Forecast

Fiscal Year:	Actual	FORECASTED				
	2019	2020	2021	2022	2023	2024
Revenue:						
1.010 - General Property Tax (Real Estate)	1,574,562	1,609,258	1,577,263	1,666,420	1,733,046	1,757,014
1.020 - Public Utility Personal Property	155,222	163,789	168,684	168,858	169,945	171,014
1.030 - Income Tax	994,828	954,063	851,745	856,741	858,828	866,322
1.035 - Unrestricted Grants-in-Aid	3,848,781	3,715,623	3,440,764	3,634,513	3,823,169	3,822,700
1.040 - Restricted Grants-in-Aid	49,384	41,852	41,852	41,852	41,852	41,852
1.050 - Property Tax Allocation	228,576	228,343	243,647	256,966	258,424	259,504
1.060 - All Other Operating Revenues	622,490	622,659	623,159	628,866	632,620	634,841
1.070 - Total Revenue	7,473,843	7,335,587	6,947,114	7,254,216	7,517,884	7,553,247
Other Financing Sources:						
2.010 - Proceeds from Sale of Notes	-	-	-	-	-	-
2.020 - State Emergency Loans and Adv	-	-	-	-	-	-
2.040 - Operating Transfers-In	-	-	-	-	-	-
2.050 - Advances-In	-	-	-	-	-	-
2.060 - All Other Financing Sources	15,470	17,146	10,500	10,625	10,750	10,800
2.070 - Total Other Financing Sources	15,470	17,146	10,500	10,625	10,750	10,800
2.080 - Total Rev & Other Sources	7,489,313	7,352,733	6,957,614	7,264,841	7,528,634	7,564,047
Expenditures:						
3.010 - Personnel Services	3,617,129	3,772,518	3,891,542	4,007,557	4,189,022	4,511,454
3.020 - Employee Benefits	1,578,421	1,742,502	1,834,767	1,940,981	2,064,753	2,220,956
3.030 - Purchased Services	1,058,282	1,120,504	1,132,108	1,158,120	1,182,532	1,186,202
3.040 - Supplies and Materials	200,628	240,616	242,271	240,771	245,521	247,521
3.050 - Capital Outlay	2,683	192,683	252,683	2,683	2,683	2,683
Intergovernmental & Debt Service	36,577	43,845	42,780	46,626	45,384	45,384
4.300 - Other Objects	102,821	104,877	106,975	109,115	111,297	113,523
4.500 - Total Expenditures	6,596,541	7,217,545	7,503,126	7,505,853	7,841,192	8,327,723
Other Financing Uses						
5.010 - Operating Transfers-Out	3,000	38,000	28,000	23,000	13,000	13,000
5.020 - Advances-Out	25,000	-	-	-	-	-
5.030 - All Other Financing Uses	-	-	-	-	-	-
5.040 - Total Other Financing Uses	28,000	38,000	28,000	23,000	13,000	13,000
5.050 - Total Exp and Other Financing Uses	6,624,541	7,255,545	7,531,126	7,528,853	7,854,192	8,340,723
6.010 - Excess of Rev Over/(Under) Exp	864,772	97,188	(573,512)	(264,012)	(325,558)	(776,676)
7.010 - Cash Balance July 1 (No Levies)	4,519,181	5,383,953	5,481,141	4,907,629	4,643,617	4,318,059
7.020 - Cash Balance June 30 (No Levies)	5,383,953	5,481,141	4,907,629	4,643,617	4,318,059	3,541,383
		Reservations				
8.010 - Estimated Encumbrances June 30	148,000	150,000	150,000	150,000	150,000	150,000
9.080 - Reservations Subtotal	-	-	-	-	-	-
10.010 - Fund Bal June 30 for Cert of App	5,235,953	5,331,141	4,757,629	4,493,617	4,168,059	3,391,383
Rev from Replacement/Renewal Levies						
11.010 & 11.020 - Renewal Levies	-	-	-	-	-	-
11.030 - Cumulative Balance of Levies	-	-	-	-	-	-
12.010 - Fund Bal June 30 for Cert of Obligations	5,235,953	5,331,141	4,757,629	4,493,617	4,168,059	3,391,383
Revenue from New Levies						
13.010 & 13.020 - New Levies	-	-	-	-	-	-
13.030 - Cumulative Balance of New Levies	-	-	-	-	-	-
15.010 - Unreserved Fund Balance June 30	5,235,953	5,331,141	4,757,629	4,493,617	4,168,059	3,391,383

November 2019 Forecast

Previous Five Year Forecast Date: 12/3/2019	Edgerton Local Schedule Of Revenue, Expenditures And Changes In Fund Balances Actual and Forecasted Operating Fund									
	5			6			7		8	
	ACTUAL			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		
Revenue:										
1.010 - General Property Tax (Real Estate)	1,564,004	1,611,537	1,574,562	1,575,834	1,673,100	1,743,354	1,752,211	1,759,673		
1.020 - Public Utility Personal Property	109,710	173,204	155,222	164,696	167,776	168,858	169,945	171,014		
1.030 - Income Tax	821,740	856,190	994,828	974,902	992,952	1,012,694	1,033,036	1,055,609		
1.035 - Unrestricted Grants-in-Aid	3,782,445	3,783,542	3,848,781	3,867,241	3,866,771	3,996,302	4,000,832	3,865,363		
1.040 - Restricted Grants-in-Aid	48,197	60,760	49,384	49,384	49,384	49,384	49,384	49,384		
1.045 - Restricted Federal Grants-in-Aid - SPSF	-	-	-	-	-	-	-	-		
1.050 - Property Tax Allocation	227,331	227,106	228,576	230,525	244,287	257,740	259,293	260,364		
1.060 - All Other Operating Revenues	524,817	619,317	622,490	622,659	623,159	628,866	632,620	634,841		
1.070 - Total Revenue	7,078,244	7,331,656	7,473,843	7,485,241	7,617,429	7,857,198	7,897,321	7,796,248		
Other Financing Sources:										
2.010 - Proceeds from Sale of Notes	-	-	-	-	-	-	-	-		
2.020 - State Emergency Loans and Advancements	-	-	-	-	-	-	-	-		
2.040 - Operating Transfers-In	-	-	-	-	-	-	-	-		
2.050 - Advances-In	-	-	-	-	-	-	-	-		
2.060 - All Other Financing Sources	8,651	13,784	15,470	17,146	10,500	10,625	10,750	10,800		
2.070 - Total Other Financing Sources	8,651	13,784	15,470	17,146	10,500	10,625	10,750	10,800		
2.080 - Total Revenues and Other Financing Sources	7,086,895	7,345,440	7,489,313	7,502,387	7,627,929	7,867,823	7,908,071	7,807,048		
Expenditures:										
3.010 - Personnel Services	3,323,703	3,528,255	3,617,129	3,772,518	3,891,542	4,007,557	4,189,022	4,511,454		
3.020 - Employees' Retirement/Insurance Benefits	1,386,227	1,500,801	1,578,421	1,739,277	1,823,673	1,924,574	2,046,951	2,201,641		
3.030 - Purchased Services	1,031,590	1,077,406	1,058,282	1,120,504	1,132,108	1,158,120	1,182,532	1,186,202		
3.040 - Supplies and Materials	160,640	206,940	200,628	240,616	242,271	240,771	245,521	247,521		
3.050 - Capital Outlay	37,792	6,267	2,683	192,683	252,683	2,683	2,683	2,683		
3.060 - Intergovernmental	-	-	-	-	-	-	-	-		
Debt Service:										
4.010 - Principal-All Years	-	-	20,000	-	-	-	-	-		
4.020 - Principal - Notes	-	-	-	-	-	-	-	-		
4.030 - Principal - State Loans	-	-	-	-	-	-	-	-		
4.040 - Principal - State Advances	-	-	-	-	-	-	-	-		
4.050 - Principal - HB264 Loan	-	-	-	30,000	30,000	35,000	35,000	35,000		
4.055 - Principal - Other	-	-	-	-	-	-	-	-		
4.060 - Interest and Fiscal Charges	-	-	16,577	13,845	12,780	11,626	10,384	10,384		
4.300 - Other Objects	92,874	100,651	102,821	104,877	106,975	109,115	111,297	113,523		
4.500 - Total Expenditures	6,032,736	6,420,320	6,596,541	7,214,320	7,492,032	7,489,446	7,823,390	8,306,408		
Other Financing Uses										
5.010 - Operating Transfers-Out	20,437	3,743	3,000	263,000	128,000	348,000	63,000	13,000		
5.020 - Advances-Out	-	50,000	25,000	-	-	-	-	-		
5.030 - All Other Financing Uses	20	-	-	-	-	-	-	-		
5.040 - Total Other Financing Uses	20,457	53,743	28,000	263,000	128,000	348,000	63,000	13,000		
5.050 - Total Expenditures and Other Financing Uses	6,053,193	6,474,063	6,624,541	7,477,320	7,620,032	7,837,446	7,886,390	8,321,408		
Excess of Rev & Other Financing Uses Over (Under)										
6.010 - Expenditures and Other Financing Uses	1,033,702	871,377	864,772	25,067	7,897	30,377	21,681	(514,360)		
Cash Balance July 1 - Excluding Proposed Renewal/ 7.010 - Replacement and New Levies	2,614,102	3,647,804	4,519,181	5,383,953	5,409,020	5,416,917	5,447,294	5,468,975		
7.020 - Cash Balance June 30	3,647,804	4,519,181	5,383,953	5,409,020	5,416,917	5,447,294	5,468,975	4,954,615		