

NORTH RIDGEVILLE CITY SCHOOL DISTRICT

FIVE-YEAR FORECAST

May 18, 2010

North Ridgeville City Schools
Lorain County
Assumptions to the Five Year Forecast
May 2010

NORTH RIDGEVILLE CITY SCHOOL DISTRICT

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North Ridgeville City Schools

"Building on Success, One Individual at a Time"

Dr. Craig T. Phillips, Superintendent
Mr. David Livingston, Asst. Supt. Business Services
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To the reader of this document:

The financial forecast presents, to the best of the treasurer's knowledge and belief, the North Ridgeville City School's expected financial position, results of operation and cash flows for the forecasted periods. Accordingly, the forecast reflects its judgments as of May 18, 2010, the date of the forecast, of the expected conditions and its expected course of action. The assumptions disclosed herein are those that the treasurer believes are significant to the forecast. There will usually be differences between the forecasted and actual results, because events and circumstances frequently do not occur as expected and those differences may be material.

Sincerely,

Biagio Sidoti, CPA
Treasurer

North Ridgeville City Schools

Lorain

Schedule of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Years Ended June 30, 2007, 2008 and 2009 Actual;
Forecasted Fiscal Years Ending June 30, 2010 Through 2014

	Actual				Forecasted				
	Fiscal Year 2007	Fiscal Year 2008	Fiscal Year 2009	Average Change	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014
Revenues									
1.010 General Property Tax (Real Estate)	\$15,052,299	\$16,040,585	\$16,401,726	4.4%	\$16,628,465	\$17,008,300	\$17,399,529	\$ 17,802,496	\$17,447,831
1.020 Tangible Personal Property Tax	767,465	510,542	238,663	-43.4%	161,783	161,783	161,783	161,783	\$161,053
1.030 Income Tax									
1.035 Unrestricted State Grants-In-Aid	8,842,651	8,678,801	8,733,531	-0.6%	8,115,142	8,115,142	8,115,142	8,115,142	\$8,115,142
1.040 Restricted State Grants-In-Aid	138,794	149,424	119,404	-6.2%					
1.045 Restricted Federal Grants-in-Aid - SFSF					505,802				
1.050 Property Tax Allocation	2,083,666	2,574,936	3,075,324	21.5%	3,352,817	3,352,817	3,352,817	3,352,817	\$3,235,671
1.060 All Other Revenues	1,012,421	987,451	708,129	-15.4%	559,759	565,386	571,092	576,880	582,749
1.070 Total Revenues	27,897,296	28,941,739	29,276,777	2.5%	29,323,768	29,203,428	29,600,364	30,009,118	29,542,446
Other Financing Sources									
2.010 Proceeds from Sale of Notes									
2.020 State Emergency Loans and Advancements (Approved)									
2.040 Operating Transfers-In	630,786	576,357	505,298	-10.5%	395,664	395,664	395,664	\$ 395,664	395,664
2.050 Advances-In	186,398	12,053	9,147	-58.8%	6,336	10,000	10,000	\$ 10,000	10,000
2.060 All Other Financing Sources	5,946	11,164	2,316	4.3%	15,702	15,702	15,702	\$ 15,702	15,702
2.070 Total Other Financing Sources	823,130	599,574	516,761	-20.5%	417,702	421,366	421,366	421,366	421,366
2.080 Total Revenues and Other Financing Sources	28,720,426	29,541,313	29,793,538	1.9%	29,741,470	29,624,794	30,021,730	30,430,484	29,963,812
Expenditures									
3.010 Personal Services	17,508,824	18,152,062	19,237,731	4.8%	19,560,199	20,037,806	20,538,751	21,052,220	21,578,525
3.020 Employees' Retirement/Insurance Benefits	5,983,503	6,200,152	6,224,956	2.0%	6,438,726	6,412,098	6,572,400	6,736,710	6,905,128
3.030 Purchased Services	2,884,800	3,209,493	3,337,828	7.6%	3,700,564	3,774,575	3,850,067	3,927,068	4,005,609
3.040 Supplies and Materials	941,165	1,083,797	847,210	-3.3%	876,314	893,840	911,717	929,951	948,560
3.050 Capital Outlay	447,509	171,646	186,420	-26.5%	104,648	106,741	108,876	111,053	113,274
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	561,350	530,466	520,947	-3.6%	414,133	422,416	430,864	439,481	448,271
4.500 Total Expenditures	28,327,151	29,347,816	30,355,092	3.5%	31,094,584	31,847,476	32,412,675	33,196,484	33,999,359
Other Financing Uses									
5.010 Operating Transfers-Out	741,915	628,300	609,921	-9.1%	505,283	505,283	505,283	505,283	505,283
5.020 Advances-Out	12,053	9,147	6,336	-27.4%	10,000	10,000	10,000	10,000	10,000
5.030 All Other Financing Uses									
5.040 Total Other Financing Uses	753,968	637,447	616,257	-9.4%	515,283	515,283	515,283	515,283	515,283
5.050 Total Expenditures and Other Financing Uses	29,081,119	29,985,063	30,971,349	3.2%	31,609,867	32,162,759	32,927,958	33,711,767	34,514,642
6.010 Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	360,693-	443,750-	1,177,811-	94.2%	1,868,397-	2,537,965-	2,906,228-	3,281,283-	4,550,830-
7.010 Cash Balance July 1 - Excluding Proposed Renewal/Replacement and New Levies	6,406,144	6,045,451	5,601,701	-6.5%	4,423,890	2,555,493	17,528	2,888,701-	6,169,984-
7.020 Cash Balance June 30	6,045,451	5,601,701	4,423,890	-14.2%	2,555,493	17,528	2,888,701-	6,169,984-	10,720,814-
8.010 Estimated Encumbrances June 30	544,801	307,969	404,878	-6.0%	404,878	404,878	404,878	404,878	404,878
Reservation of Fund Balance									
9.010 Textbooks and Instructional Materials	45,323	34,589	48,437	8.2%					
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	45,323	34,589	48,437	8.2%					
10.010 Fund Balance June 30 for Certification of	5,455,327	5,259,143	3,970,575	-14.0%	2,150,615	387,350-	3,293,579-	6,574,862-	11,125,692-
Revenue from Replacement/Renewal Levies									
11.010 Income Tax - Renewal									
11.020 Property Tax - Renewal or Replacement									858,586
11.300 Cumulative Balance of Replacement/Renewal Levies									858,586
12.010 Fund Balance June 30 for Certification of Contracts, Salary Schedules and Other Obligations	5,455,327	5,259,143	3,970,575	-14.0%	2,150,615	387,350-	3,293,579-	6,574,862-	10,267,106-
Revenue from New Levies									
13.010 Income Tax - New									
13.020 Property Tax - New						950,000	1,900,000	1,900,000	1,900,000
13.030 Cumulative Balance of New Levies						950,000	2,850,000	4,750,000	6,650,000
14.010 Revenue from Future State Advancements									
15.010 Unreserved Fund Balance June 30	5,455,327	5,259,143	3,970,575	-14.0%	2,150,615	582,650	443,579-	1,824,862-	3,617,106-
ADM Forecasts									
20.010 Kindergarten - October Count	143	150	146	1.1%	149	154	159	164	169
20.015 Grades 1-12 - October Count	3,385	3,429	3,582	2.9%	3,639	3,644	3,684	3,724	3,764
State Fiscal Stabilization Funds									
21.010 Personal Services SFSF					\$401,643				
21.020 Employees Retirement/Insurance Benefits SFSF					\$61,190				
21.030 Purchased Services SFSF					\$42,969				
21.040 Supplies and Materials SFSF									
21.050 Capital Outlay SFSF									
21.060 Total Expenditures - SFSF					505,802				

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

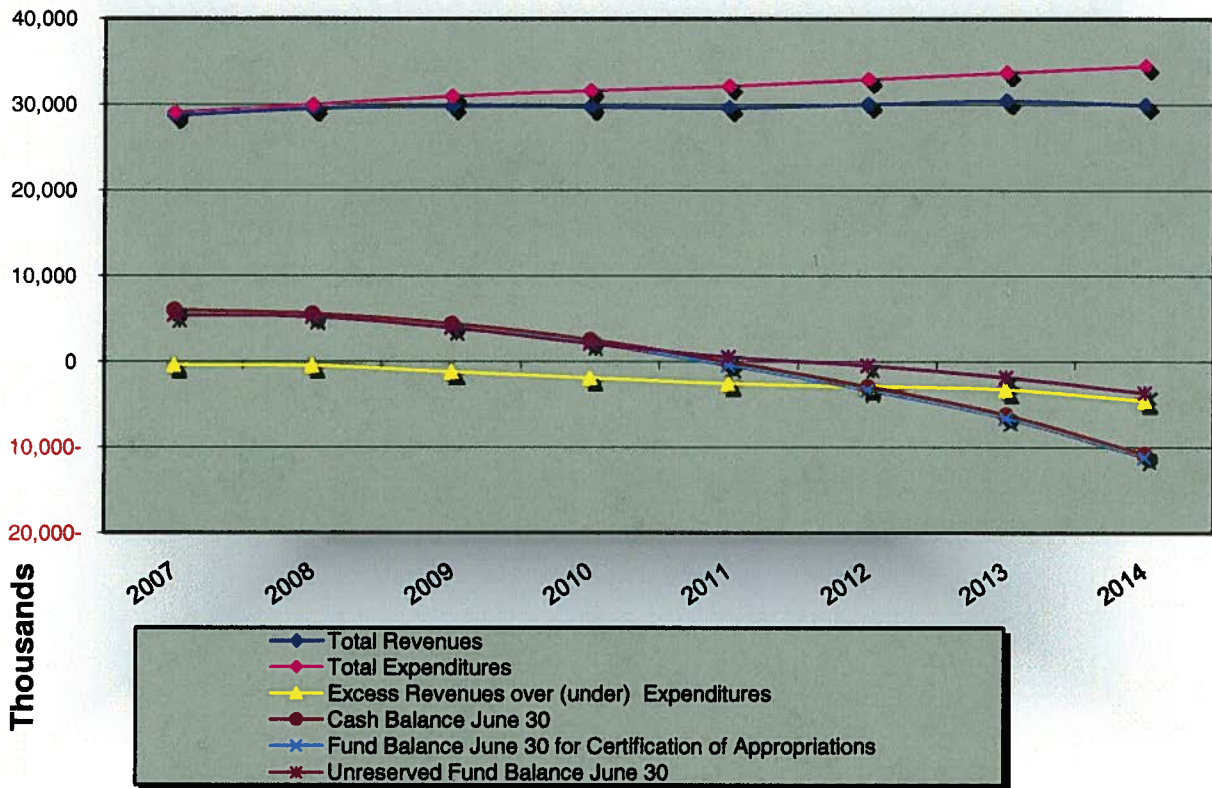
North Ridgeville City Schools

	Actual					
	Fiscal Year 2007		Fiscal Year 2008		Fiscal Year 2009	
Receipts						
Real Estate	\$ 11,048,066	10.9%	\$ 12,048,994	9.1%	\$ 12,422,267	3.1%
Real Estate Emerg. \$1,717,171	\$ 1,566,523	1.3%	\$ 1,550,789	-1.0%	\$ 1,545,679	-0.3%
Real Estate Emerg. \$2,710,100	\$ 2,437,710	1.3%	\$ 2,440,802	0.1%	\$ 2,433,780	-0.3%
Real Estate Emerg. \$1,900,000						
Tangible Personal Property Tax	\$ 619,080	-19.3%	\$ 422,771	-31.7%	\$ 198,633	-53.0%
Tan. Per. Prop. Emerg. \$1,717,171	\$ 58,359	-21.3%	\$ 34,104	-41.6%	\$ 15,550	-54.4%
Tan. Per. Prop. Emerg. \$2,710,100	\$ 90,026	-22.8%	\$ 53,667	-40.4%	\$ 24,480	-54.4%
Tan. Per. Prop. Emerg. \$1,900,000						
Tuition (A)	\$ 123,191	463.7%	\$ 205,625	66.9%	\$ 115,430	-43.9%
Open Enrollment	\$ 74,900	-33.0%	\$ 67,028	-10.5%	\$ 100,828	50.4%
Miscellaneous Local (B)	\$ 336,925	24.0%	\$ 313,448	-7.0%	\$ 385,072	22.9%
Interest	\$ 465,918	15.9%	\$ 341,782	-26.6%	\$ 106,465	-68.9%
State Foundation	\$ 8,838,762	2.6%	\$ 8,674,986	-1.9%	\$ 8,696,893	0.3%
State Fiscal Stabilization						
Other Unrestricted State Grants-in-Aide	\$ 3,889	-92.6%	\$ 3,815	-1.9%	\$ 36,638	860.4%
Electric Deregulation Prop. Tax Repl.	\$ 33,714		\$ -		\$ -	
Property Tax Rollback & Homestead	\$ -		\$ -		\$ -	
Prop. Tax Rollback Emerg. \$1,717,171	\$ -		\$ -		\$ -	
Prop. Tax Rollback Emerg. \$2,710,100	\$ -		\$ -		\$ -	
Prop. Tax Rollback Emerg. \$1,900,000						
10% & 2.5% Rollback	\$ 1,272,307	116.3%	\$ 1,410,580	10.9%	\$ 1,480,933	5.0%
10% & 2.5% Rollback Emerg. \$1,717,171	\$ 183,659	97.6%	\$ 183,631	0.0%	\$ 186,173	1.4%
10% & 2.5% Rollback Emerg. \$2,710,100	\$ 285,677	99.9%	\$ 289,019	1.2%	\$ 293,141	1.4%
10% & 2.5% Rollback Emerg. \$1,900,000						
Homestead Exemption	\$ 30,314	109.5%	\$ 176,627	482.7%	\$ 347,122	96.5%
Homestead Exemption Emerg. \$1,717,171	\$ 4,398	92.4%	\$ 22,594	413.7%	\$ 43,480	92.4%
Homestead Exemption Emerg. \$2,710,100	\$ 6,836	94.4%	\$ 35,567	420.3%	\$ 68,462	92.5%
Homestead Exemption Emerg. \$1,900,100						
	\$ 1,783,191		\$ 2,118,018		\$ 2,419,311	
Tangible Per. Prop. Tax Loss	\$ 266,761	680.3%	\$ 456,918	71.3%	\$ 641,770	40.5%
Tan. Per. Prop. Tax Loss \$1,717,171					\$ -	
Tan. Per. Prop. Tax Loss \$2,710,100					\$ -	
Tan. Per. Prop. Tax Loss \$1,900,000					\$ -	
Personal Prop. Exem (\$10,000)					\$ 14,244	
Personal Prop. Exem (\$10,000) \$1,710,100					\$ -	
Personal Prop. Exem (\$10,000) \$2,710,100					\$ -	
Personal Prop. Exem (\$10,000) \$1,900,000					\$ -	
Other Restricted State Grants-in-Aide (D)	\$ 138,796	31.5%	\$ 149,424	7.7%	\$ 119,405	-20.1%
Other Non Operating (C)	\$ 17,431	92.7%	\$ 70,732	305.8%	\$ 2,651	-96.3%
Subtotal	\$ 27,903,242	6.3%	\$ 28,952,903	3.8%	\$ 29,279,096	1.1%
Transfers In	\$ 630,786	18.6%	\$ 576,357	-8.6%	\$ 505,299	-12.3%
Advances In	\$ 186,398	-49.6%	\$ 12,053	-93.5%	\$ 9,147	-24.1%
Loan Proceeds						
State Loan						
Short Term Loan						
Spending Reserve Loan						
Tax Anticipation Note Loan						
Total Revenue	\$28,720,426	5.8%	\$29,541,313	2.9%	\$29,793,542	0.9%
Expenditures						
Personal Services	\$ 17,508,824	7.8%	\$ 18,152,062	3.7%	\$ 19,237,733	6.0%
Employees Retirement & Benefits	\$ 5,983,503	34.2%	\$ 6,200,152	34.2%	\$ 6,224,956	32.4%
Purchases Services	\$ 2,884,800	8.0%	\$ 3,209,493	11.3%	\$ 3,337,829	4.0%
Supplies & Materials	\$ 941,165	-7.0%	\$ 1,083,797	15.2%	\$ 847,210	-21.8%
Capital Outlay	\$ 447,509	72.5%	\$ 171,646	-61.6%	\$ 186,418	8.6%
Other Objects	\$ 561,350	30.9%	\$ 530,466	-5.5%	\$ 520,949	-1.8%
Subtotal	\$ 28,327,151	9.0%	\$ 29,347,616	3.6%	\$ 30,355,095	3.4%
Loan Repayment						
State Loan						
Short Term Loan						
Spending Reserve Loan						
Tax Anticipation Note Loan						
Interest						
Transfers Out	\$ 741,915	27.9%	\$ 628,300	-15.3%	\$ 609,922	-17.8%
Advances Out	\$ 12,053	-99.2%	\$ 9,147	-24.1%	\$ 6,336	-47.4%
Total Expenditures	\$29,081,119	3.3%	\$29,985,063	3.1%	\$30,971,353	6.5%
Operating Income (Loss)	\$ (360,693)		\$ (443,750)		\$ (1,177,811)	
Beginning Cash Balance	\$ 6,406,144		\$ 6,045,451		\$ 5,601,701	
Ending Cash Balance	\$ 6,045,451		\$ 5,601,701		\$ 4,423,890	
Encumbrances	\$ 544,801		\$ 307,969		\$ 404,878	
Cash Available	\$ 5,500,650		\$ 5,293,732		\$ 4,019,012	

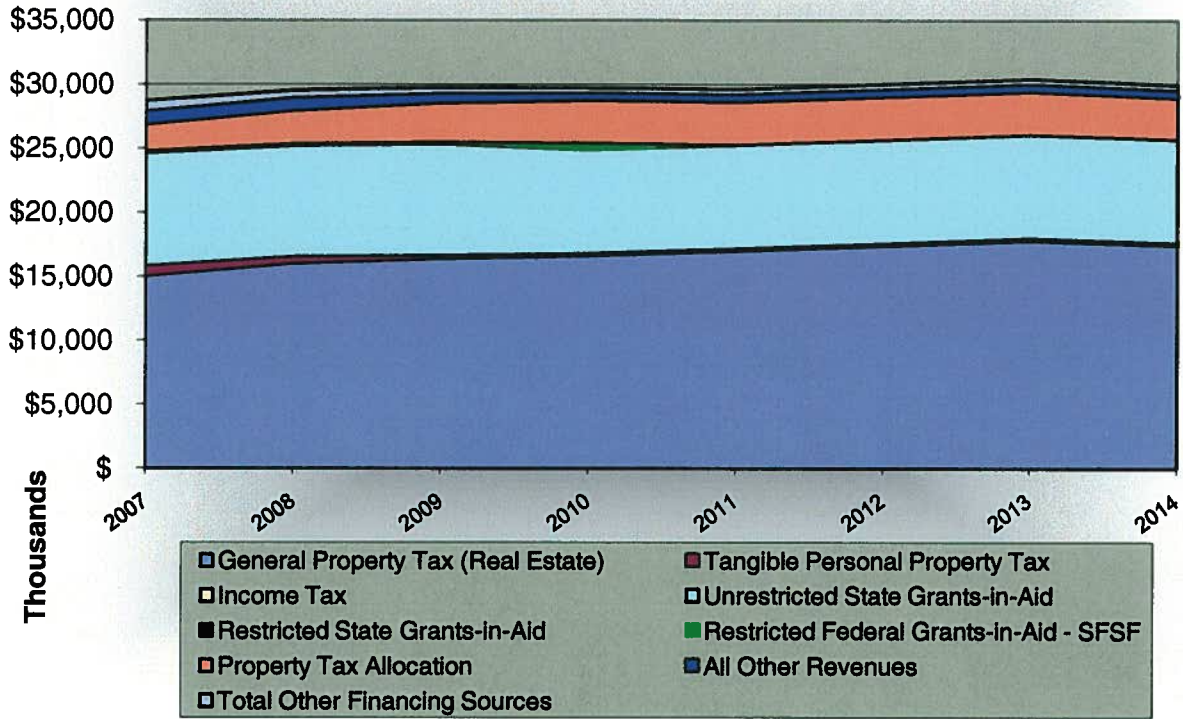
North Ridgeville City Schools

	Forecasted									
	Fiscal Year 2010		Fiscal Year 2011		Fiscal Year 2012		Fiscal Year 2013		Fiscal Year 2014	
Receipts										
Real Estate	\$ 12,661,156	1.9%	\$ 13,040,991	3.0%	\$ 13,432,220	3.0%	\$ 13,835,187	3.0%	\$ 14,250,243	3.0%
Real Estate Emerg. \$1,717,171	\$ 1,542,560	-0.2%	\$ 1,542,560	0.0%	\$ 1,542,560	0.0%	\$ 1,542,560	0.0%	\$ 772,839	-49.9%
Real Estate Emerg. \$2,710,100	\$ 2,424,749	-0.4%	\$ 2,424,749	0.0%	\$ 2,424,749	0.0%	\$ 2,424,749	0.0%	\$ 2,424,749	0.0%
Real Estate Emerg. \$1,900,000			\$ 826,500		\$ 1,653,000	100.0%	\$ 1,653,000	0.0%	\$ 1,653,000	0.0%
Tangible Personal Property Tax	\$ 158,024	-20.4%	\$ 158,024	0.0%	\$ 158,024	0.0%	\$ 158,024	0.0%	\$ 158,024	0.0%
Tan. Per. Prop. Emerg. \$1,717,171	\$ 1,460	-90.6%	\$ 1,460	0.0%	\$ 1,460	0.0%	\$ 1,460	0.0%	\$ 730	-50.0%
Tan. Per. Prop. Emerg. \$2,710,100	\$ 2,299	-90.6%	\$ 2,299	0.0%	\$ 2,299	0.0%	\$ 2,299	0.0%	\$ 2,299	0.0%
Tan. Per. Prop. Emerg. \$1,900,000			\$ 9,500		\$ 19,000	100.0%	\$ 19,000	0.0%	\$ 19,000	0.0%
Tuition (A)	\$ 116,648	1.1%	\$ 118,981	2.0%	\$ 121,361	2.0%	\$ 123,788	2.0%	\$ 126,264	2.0%
Open Enrollment	\$ 103,710	2.9%	\$ 103,710	0.0%	\$ 103,710	0.0%	\$ 103,710	0.0%	\$ 103,710	0.0%
Miscellaneous Local (B)	\$ 329,397	-14.5%	\$ 332,691	1.0%	\$ 336,018	1.0%	\$ 339,378	1.0%	\$ 342,772	1.0%
Interest	\$ 10,004	-90.6%	\$ 10,004	0.0%	\$ 10,004	0.0%	\$ 10,004	0.0%	\$ 10,004	0.0%
State Foundation	\$ 8,086,347	-7.0%	\$ 8,086,347	0.0%	\$ 8,086,347	0.0%	\$ 8,086,347	0.0%	\$ 8,086,347	0.0%
State Fiscal Stabilization	\$ 505,802									
Other Unrestricted State Grants-in-Aide	\$ -		\$ -		\$ -		\$ -		\$ -	
Electric Deregulation Prop. Tax Repl.										
Property Tax Rollback & Homestead	\$ -		\$ -		\$ -		\$ -		\$ -	
Prop. Tax Rollback Emerg. \$1,717,171	\$ -		\$ -		\$ -		\$ -		\$ -	
Prop. Tax Rollback Emerg. \$2,710,100	\$ -		\$ -		\$ -		\$ -		\$ -	
Prop. Tax Rollback Emerg. \$1,900,000										
10% & 2.5% Rollback	\$ 1,510,974	2.0%	\$ 1,510,974	0.0%	\$ 1,510,974	0.0%	\$ 1,510,974	0.0%	\$ 1,510,974	0.0%
10% & 2.5% Rollback Emerg. \$1,717,171	\$ 185,538	-0.3%	\$ 185,538	0.0%	\$ 185,538	0.0%	\$ 185,538	0.0%	\$ 93,087	-49.8%
10% & 2.5% Rollback Emerg. \$2,710,100	\$ 291,673	-0.5%	\$ 291,673	0.0%	\$ 291,673	0.0%	\$ 291,673	0.0%	\$ 291,673	0.0%
10% & 2.5% Rollback Emerg. \$1,900,000			\$ 95,000		\$ 190,000	100.0%	\$ 190,000	0.0%	\$ 190,000	0.0%
Homestead Exemption	\$ 379,762	9.4%	\$ 379,762	0.0%	\$ 379,762	0.0%	\$ 379,762	0.0%	\$ 379,762	0.0%
Homestead Exemption Emerg. \$1,717,171	\$ 46,561	7.1%	\$ 46,561	0.0%	\$ 46,561	0.0%	\$ 46,561	0.0%	\$ 21,866	-53.0%
Homestead Exemption Emerg. \$2,710,100	\$ 73,194	6.9%	\$ 73,194	0.0%	\$ 73,194	0.0%	\$ 73,194	0.0%	\$ 73,194	0.0%
Homestead Exemption Emerg. \$1,900,100			\$ 19,000		\$ 38,000	100.0%	\$ 38,000	0.0%	\$ 38,000	0.0%
	\$ 2,487,702		\$ 2,601,702		\$ 2,715,702		\$ 2,715,702		\$ 2,598,556	
Tangible Per. Prop. Tax Loss	\$ 850,871	32.6%	\$ 850,871	0.0%	\$ 850,871	0.0%	\$ 850,871	0.0%	\$ 850,871	0.0%
Tan. Per. Prop. Tax Loss \$1,717,171	\$ -		\$ -		\$ -		\$ -		\$ -	
Tan. Per. Prop. Tax Loss \$2,710,100	\$ -		\$ -		\$ -		\$ -		\$ -	
Tan. Per. Prop. Tax Loss \$1,900,000										
Personal Prop. Exem (\$10,000)	\$ 14,244	0.0%	\$ 14,244	0.0%	\$ 14,244	0.0%	\$ 14,244	0.0%	\$ 14,244	0.0%
Personal Prop. Exem (\$10,000) \$1,710,100	\$ -		\$ -		\$ -		\$ -		\$ -	
Personal Prop. Exem (\$10,000) \$2,710,100	\$ -		\$ -		\$ -		\$ -		\$ -	
Personal Prop. Exem (\$10,000) \$1,900,000										
Other Restricted State Grants-in-Aide (D)	\$ 28,795	-75.9%	\$ 28,795	0.0%	\$ 28,795	0.0%	\$ 28,795	0.0%	\$ 28,795	0.0%
Other Non Operating (C)	\$ 15,702	492.3%	\$ 15,702	0.0%	\$ 15,702	0.0%	\$ 15,702	0.0%	\$ 15,702	0.0%
Subtotal	\$ 29,339,470	0.2%	\$ 30,169,130	2.8%	\$ 31,516,066	4.5%	\$ 31,924,820	1.3%	\$ 31,458,148	-1.5%
Transfers In	\$ 395,664	-21.7%	\$ 395,664	0.0%	\$ 395,664	0.0%	\$ 395,664	0.0%	\$ 395,664	0.0%
Advances In	\$ 6,336	-30.7%	\$ 10,000	57.8%	\$ 10,000	0.0%	\$ 10,000	0.0%	\$ 10,000	0.0%
Loan Proceeds										
State Loan										
Short Term Loan										
Spending Reserve Loan										
Tax Anticipation Note Loan										
Total Revenue	\$ 29,741,470	-0.2%	\$ 30,574,794	2.8%	\$ 31,921,730	4.4%	\$ 32,330,484	1.3%	\$ 31,863,812	-1.4%
Expenditures										
Personal Services	\$ 19,560,199	1.7%	\$ 20,037,806	2.4%	\$ 20,538,751	2.5%	\$ 21,052,220	2.5%	\$ 21,578,525	2.5%
Employees Retirement & Benefits	\$ 6,438,726	32.9%	\$ 6,412,098	32.0%	\$ 6,572,400	32.0%	\$ 6,736,710	32.0%	\$ 6,905,128	32.0%
Purchases Services	\$ 3,700,564	10.9%	\$ 3,774,575	2.0%	\$ 3,850,067	2.0%	\$ 3,927,068	2.0%	\$ 4,005,609	2.0%
Supplies & Materials	\$ 876,314	3.4%	\$ 893,840	2.0%	\$ 911,717	2.0%	\$ 929,951	2.0%	\$ 948,550	2.0%
Capital Outlay	\$ 104,648	-43.9%	\$ 106,741	2.0%	\$ 108,876	2.0%	\$ 111,053	2.0%	\$ 113,274	2.0%
Other Objects	\$ 414,133	-20.5%	\$ 422,416	2.0%	\$ 430,864	2.0%	\$ 439,481	2.0%	\$ 448,271	2.0%
Subtotal	\$ 31,094,584	2.4%	\$ 31,647,476	1.8%	\$ 32,412,675	2.4%	\$ 33,196,484	2.4%	\$ 33,999,359	2.4%
Loan Repayment										
State Loan										
Short Term Loan										
Spending Reserve Loan										
Tax Anticipation Note Loan										
Interest										
Transfers Out	\$ 505,283	-17.2%	\$ 505,283	0.0%	\$ 505,283	0.0%	\$ 505,283	0.0%	\$ 505,283	0.0%
Advances Out	\$ 10,000	57.8%	\$ 10,000	0.0%	\$ 10,000	0.0%	\$ 10,000	0.0%	\$ 10,000	0.0%
Total Expenditures	\$ 31,609,867	2.1%	\$ 32,162,759	1.7%	\$ 32,927,958	2.4%	\$ 33,711,767	2.4%	\$ 34,514,642	2.4%
Operating Income (Loss)	\$ (1,868,397)		\$ (1,587,965)		\$ (1,006,228)		\$ (1,381,283)		\$ (2,650,830)	
Beginning Cash Balance	\$ 4,423,890		\$ 2,555,493		\$ 967,528		\$ (38,701)		\$ (1,419,984)	
Ending Cash Balance	\$ 2,555,493		\$ 967,528		\$ (38,701)		\$ (1,419,984)		\$ (4,070,814)	
Encumbrances	\$ 404,878		\$ 404,878		\$ 404,878		\$ 404,878		\$ 404,878	
Cash Available	\$ 2,150,615		\$ 562,650		\$ (443,579)		\$ (1,824,862)		\$ (4,475,692)	

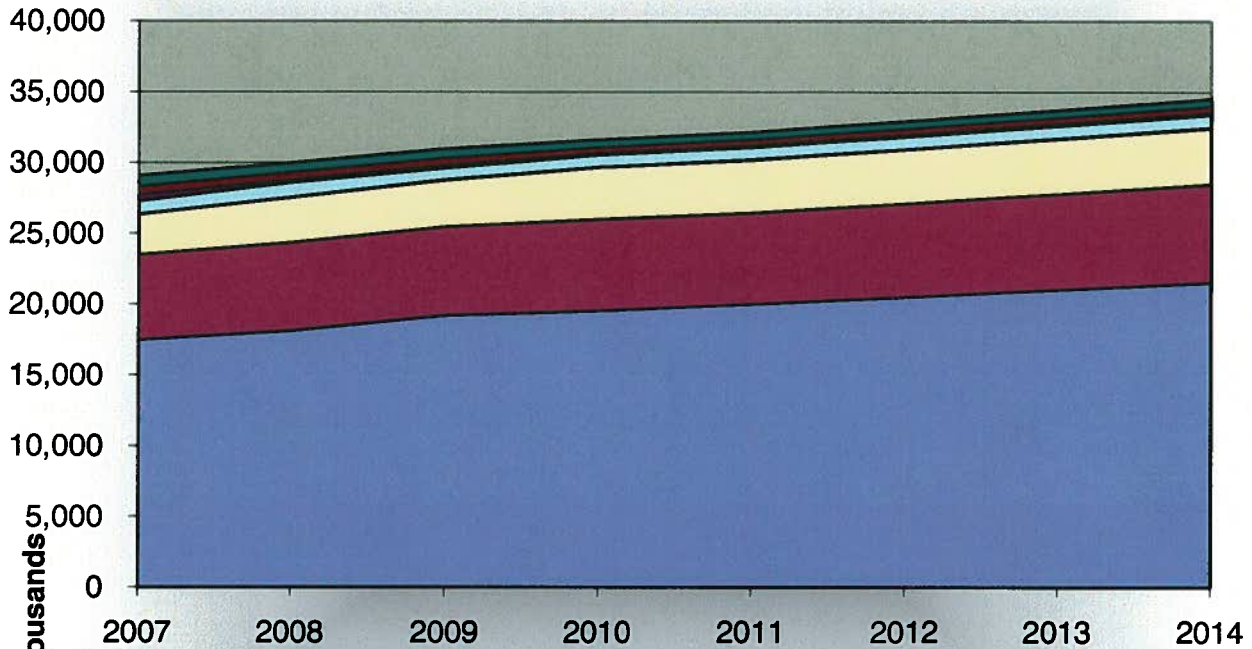
Total Expenditures, Revenues and Fund Balances



Revenues by Source



Expenditures by Category



- Personal Services
- Purchased Services
- Capital Outlay
- Other Objects
- Employees' Retirement/Insurance Benefits
- Supplies and Materials
- Intergovernmental
- Total Other Financing Uses

North Ridgeville City Schools
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REVENUES

General Property Tax (Real Estate)

General Property Tax collection for fiscal year 2010 was anticipated to be \$17,022,667 and is now being adjusted to be \$16,628,465 which is comprised of the following:

General fund revenue (inside millage)	\$ 4,089,381
General fund revenue (outside millage)	\$10,140,931
Emergency levy revenue (outside millage)	\$ 4,585,599
Less: homestead reduction	<u>\$ 2,102,000</u>
Total certified	\$16,713,911
Adjustment to certification	<u>\$ 308,756</u>
Total general property tax collection	\$17,022,667
Adjustment to original estimate	<u>\$ (394,202)</u>
Total general property tax collection	<u>\$16,628,465</u>

The Lorain County Auditor certification of \$16,713,911 took into consideration a county wide 8% valuation reduction in residential and agricultural real estate values. Although we believed the 8% valuation reduction may be experienced county wide, we were hopeful that North Ridgeville would not realize the 8% reduction; therefore, adjusting the certification by \$308,756 seemed reasonable. Unfortunately, we realized actual revenue of \$16,628,465 rather than the anticipated \$17,022,667. Please see page 14 County Auditor Certification for 2010 Tax Collection.

General Property Tax is forecasted to have a 3% increase per year from fiscal year 2011 through 2014. We understand that the 3% increase may be viewed as aggressive due to the recent downturn in the marketplace, but the District is still experiencing new developments in the community. The 3% increase is also a considerable reduction from the 10.9% increase experienced in fiscal year 2007 and the 9.1% increase experienced in fiscal year 2008. It should be noted that General Property Tax has Emergency Levy Funds included in the total. For the purpose of this projection, the Emergency Levy revenue remains at a constant through fiscal year 2014.

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Tangible Personal Property Tax

Tangible Personal Property Tax collection for fiscal year 2010 was anticipated to be \$23,085 and is now being adjusted to be \$161,783 which is comprised of the following:

General fund revenue (inside millage)	\$ 3,605
General fund revenue (outside millage)	\$ 15,721
Emergency levy revenue (outside millage)	<u>\$ 3,759</u>
Total general property tax collection	\$ 23,085
Adjustment to original estimate	<u>\$138,698</u>
Total general property tax collection	<u>\$161,783</u>

Tangible Personal Property Tax has experienced a considerable decline in collection over the recent years (\$767,465 collection in fiscal year 2007, \$510,542 collection in fiscal year 2008, and \$238,663 collection in fiscal year 2009) due to House Bill 66 phasing out the majority of tangible personal property tax. Eventually, tangible personal property will consist of telephone tangible personal property which is assessed at 33% of value; therefore, the tangible personal property line item remains constant through fiscal year 2014. Please see page 14 County Auditor Certification for 2010 Tax Collection.

Unrestricted Grants-in-Aid

The Unrestricted Grants-in-Aid was anticipated to be \$8,990,204 which is comprised of the following:

State Foundation Aid	\$8,847,200
Unrestricted State Grants	<u>\$ 143,004</u>
Total unrestricted grants in aid	<u>\$8,990,204</u>

In the middle of October, the district began receiving funding based on the new Evidence-Based Model which adjusted the anticipated revenue of \$8,990,204 to \$8,115,142 which is comprised of the following:

State Foundation Aid	\$8,086,347
Unrestricted State Grants	<u>\$ 28,795</u>
Total unrestricted grants in aid	<u>\$8,115,142</u>

The Unrestricted Grants-in-Aid is anticipated to remain constant at \$8,115,142 from fiscal year 2011 through fiscal year 2014. We have also not adjusted our State Foundation revenue to reflect the changes in the Governor's funding plan. The changes would have adjusted the basic aid amount, added a unit funding formula, required all-day kindergarten, and other phased in reimbursements.

North Ridgeville City Schools
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Restricted Grants-in-Aid

The Restricted Grants-in-Aid was anticipated to be \$120,000 and is now being adjusted to be zero through fiscal year 2014. Grants are difficult to project due to their availability and competitiveness.

Restricted Grants-in-Aid – SFSF

The onetime Educational Stabilization Fund was anticipated to be \$252,036 and is now being adjusted to be \$505,802 which will be used to offset the existing expenditures of 10.18 full time equivalents in instructional personnel salaries and benefits that teach in grades one through six.

Property Tax Allocation

Property Tax Allocation was anticipated to be \$2,953,130 and is now being adjusted to be \$3,352,817 which is comprised of the following:

General fund 10% and 2.5% rollback	\$1,257,296
Emergency levy 10% and 2.5% rollback	\$ 476,000
General fund homestead exemption	\$ 242,460
Emergency levy homestead exemption	\$ 112,000
General fund personal property exemption	\$ 14,244
Personal property state reimbursement	<u>\$ 851,130</u>
Total property tax allocation	\$2,953,130
Adjustment to original estimate	<u>\$ 399,687</u>
Total property tax allocation	<u>\$3,352,817</u>

The initial projection of \$2,953,130 is being adjusted to be \$3,352,817 which also considered the 8% valuation reduction in residential and agricultural real estate values similar to the general property tax revenue. Although we believed the 8% reduction may be experienced county wide, we were hopeful that we would not realize the reduction in North Ridgeville. Please see page 14 County Auditor Certification for 2010 Tax Collection.

The 10% and 2.5% Rollback, homestead exemption, and the personal property state reimbursement have been forecasted to remain constant through 2014.

North Ridgeville City Schools
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May 2010

All Other Revenue

The All Other Revenue collection for fiscal year 2010 was anticipated to be \$723,110 and is now being adjusted to be \$559,759 which is comprised of the following:

Tuition	\$114,500	\$116,648
Open enrollment	\$101,000	\$103,710
Student fees	\$397,610	\$329,397
Investment income	<u>\$110,000</u>	<u>\$ 10,004</u>
 Total all other revenue	 <u>\$723,110</u>	 <u>\$559,759</u>

Because the All Other Revenue is comprised of four different categories, it has four different percentages when we carry this revenue line item through 2014. Tuition is projected to have a 2% increase, open enrollment is anticipated to remain constant, student fees is anticipated to have a 1% increase, and investment income is anticipated to remain constant. Any fluctuation in these anticipated percentages is considered to have a minimal impact in the Five Year Forecast.

OTHER FINANCING SOURCES

Operating Transfers-In

Operating Transfers-In represents the Textbooks and Instructional Materials Fund being accounted for within the General Fund under special cost center 9000. Senate Bill 345 is being used in applying the required set-aside in the Textbooks and Instructional Materials Fund. The District plans on not only meeting the requirement, but exceeding it; therefore, the transfer line was estimated to be \$433,516 and is now being adjusted to be \$395,664 of which \$375,516 is an internal transfer to the Textbook and Instructional Materials Fund. The Operating Transfers-In is anticipated to remain constant at \$395,664 through fiscal year 2014. Please see page 15 House Bill 412 Senate Bill 345 Calculation.

Advances-In

The \$6,336 Advances-In is the direct result of the \$6,336 Advances-Out in fiscal year 2009 which is anticipated to be returned in fiscal year 2010. Advances-In is forecasted to remain constant through 2014 at \$10,000, which has a direct relationship to the prior year's Advances-Out.

All Other Financing Sources

The All Other Financing Sources was anticipated to be \$14,396 and is now being adjusted to be \$15,702 in fiscal year 2010 and remain constant through 2014.

North Ridgeville City Schools
Lorain County
Assumptions to the Five Year Forecast
May 2010

EXPENDITURES

Personal Services

Personal Services for fiscal year 2010 was projected to be \$19,209,832 and is now being adjusted to be \$19,560,199. This is a 1.7% increase over last year's actual expenditures. The major impact of why this is a minimal increase is due to the expenditure offset from the American Recovery and Reinvestment Act of 2009. In prior years, Personal Services increased anywhere from 1.8% to 6.9%. Our current contract, in effect through July 31, 2011, has a fiscal year 2010 increase of 3% on the base; therefore, a 1.7% increase in Personal Services appears to be reasonable when considering the funding from the American Recovery and Reinvestment Act of 2009, the employees being removed due to retirements and their replacements being at a lower step along with any lateral certificated staff movements on the salary schedule.

Personal Services was projected to have an 8.9% and is now being adjusted to have a 2.4% increase in fiscal year 2011 due to a \$1.2 million salary reduction and the elimination of the American Recovery and Reinvestment Act grant. Personal services are projected to have a 2.5% increase per year from fiscal year 2012 through 2014.

Employee's Retirement / Insurance Benefits

Employee Benefits for fiscal year 2010 was anticipated to be \$6,331,327 and is now being adjusted to be \$6,438,726 which is 32.9% of personal services. In the past, employee benefits have represented anywhere from 28.5% to 34.2% of Personal Services. Employee Benefits have been forecasted to have a 32% cost of the Personal Services expense for fiscal years 2011 through 2014.

Purchased Services

Purchased Services for fiscal year 2010 was anticipated to be \$3,596,706 and is now being adjusted to be \$3,700,564, which is a 10.9% increase over the prior year, and have a 2% increase per annum through fiscal year 2014.

Supplies and Materials

Supplies and Materials for fiscal year 2010 was anticipated to be \$93,625 and is now being adjusted to be \$876,314, which is a 3.4% increase over the prior year, and have a 2% increase per annum through fiscal year 2014.

Capital Outlay

Capital Outlay for fiscal year 2010 was anticipated to be \$93,625 and is now being adjusted to be \$104,648, which is a 43.9% decrease over the prior year, and have a 2% increase per annum through fiscal year 2014. The reason for the decrease in this line item is due to the Permanent Improvement Fund absorbing \$200,000 of expenditures that would have otherwise been expended out of the General Fund.

North Ridgeville City Schools
Lorain County
Assumptions to the Five Year Forecast
May 2010

Other Objects

Other Objects for fiscal year 2010 was anticipated to be \$539,645 and is now being adjusted to be \$414,133, which is a 20.5% decrease over the prior year, and to have a 2% increase per annum through fiscal year 2014. This line item has had a history of expenditures ranging from \$241,294 to fiscal year 2007's expenditures of \$561,351. The historical increase in this line item is primarily due to community school expenditure and the out of district open enrollment students.

OTHER FINANCING SOURCES

Operating Transfers-Out

Operating Transfers-Out for fiscal year 2010 is anticipated to be \$505,283, which is a 17.2% decrease over the prior year, and to remain constant through fiscal year 2014. As mentioned in the Operating Transfers-In, the majority of this transfer is due to the Textbook and Instructional Materials Fund and the other is due to the assistance given to other governmental funds at fiscal year end.

Advances-Out

Advances-Out for fiscal year 2010 is anticipated to be \$10,000 and to remain constant through fiscal year 2014. This expenditure is due to the temporary cash flow deficit that is experienced in the Federal Programs at fiscal year end.

ESTIMATED ENCUMBRANCES

Estimated Encumbrances for fiscal year 2010 is anticipated to be \$404,878 and is anticipated to remain constant through fiscal year 2014.

RESERVATION OF FUND BALANCES

Textbook & Instructional Materials

The Textbook & Instructional Materials Fund had a balance of \$48,437 in fiscal year 2009, which is not being brought forward to fiscal year 2010. No additional money is being added to this because the additional requirement is budgeted within the Operating Transfers-Out line item.

Budget Reserve

The Budget Reserve Fund is being estimated at \$0 for fiscal year 2010 and thereafter. Senate Bill 345 allowed this balance to be eliminated through Board action.

County Auditor Certification for 2010 Tax Collection

	General	Bond	Emergency \$1,717,171	\$2,710,100	Permanent Improvement	Total
Real Estate						
Inside Millage						
Residential & Agricultural	\$ 3,550,698					
Mobile Home	\$ 6,538					
Commerical	\$ 475,022					
Public Utility Personal	<u>\$ 57,123</u>					
	<u>\$ 4,089,381</u>					
Outside Millage						
Residential & Agricultural	\$ 8,794,511	\$ 284,714	\$ 1,562,763	\$ 2,461,193	\$ 570,682	\$ 17,224,561
Mobile Home	\$ 14,898	\$ 482	\$ 2,647	\$ 4,169	\$ 967	\$ 29,701
Commerical	\$ 1,082,428	\$ 35,043	\$ 192,345	\$ 302,924	\$ 118,943	\$ 2,206,705
Public Utility Personal	\$ 249,094	\$ 4,214	\$ 23,130	\$ 36,428	\$ 23,411	\$ 393,400
	<u>\$ 10,140,931</u>	<u>\$ 324,453</u>	<u>\$ 1,780,885</u>	<u>\$ 2,804,714</u>	<u>\$ 714,003</u>	<u>\$ 19,854,367</u>
			\$ 4,585,599			
Total Real Estate Certified	<u>\$ 14,230,312</u>	<u>\$ 324,453</u>	<u>\$ 1,780,885</u>	<u>\$ 2,804,714</u>	<u>\$ 714,003</u>	<u>\$ 19,854,367</u>
Adjustment	\$ 335,824	\$ 9,480	\$ (6,226)	\$ (15,098)	\$ 2,115	
Rollback Homestead & Pers. Prop. Exemption	<u>\$ (1,904,980)</u>	<u>\$ (43,620)</u>	<u>\$ (232,099)</u>	<u>\$ (364,867)</u>	<u>\$ (86,024)</u>	<u>\$ (2,631,590)</u>
Total Real Estate Collection	<u>\$ 12,661,156</u>	<u>\$ 290,313</u>	<u>\$ 1,542,560</u>	<u>\$ 2,424,749</u>	<u>\$ 630,094</u>	<u>\$ 17,548,872</u>
			<u>\$ 3,967,309</u>			
10% & 2.5 % Rollback	\$ 1,257,296	\$ 34,777	\$ 183,000	\$ 293,000	\$ 67,000	
Adjustment	\$ 253,678	\$ 89	\$ 2,538	\$ (1,327)	\$ 1,676	
Total 10% & 2.5 % Rollback Collection	<u>\$ 1,510,974</u>	<u>\$ 34,866</u>	<u>\$ 185,538</u>	<u>\$ 291,673</u>	<u>\$ 68,676</u>	
Homestead Exemption	\$ 242,460	\$ 8,000	\$ 43,000	\$ 69,000	\$ 16,000	
Adjustment	\$ 137,302	\$ 754	\$ 3,561	\$ 4,194	\$ 1,348	
Total Homestead Exemption Collection	<u>\$ 379,762</u>	<u>\$ 8,754</u>	<u>\$ 46,561</u>	<u>\$ 73,194</u>	<u>\$ 17,348</u>	
Personal Property Exemption	\$ 14,244	\$ -	\$ -	\$ -	\$ -	
Adjustment	\$ -	\$ -	\$ -	\$ -	\$ -	
Total Personal Property Exemption	<u>\$ 14,244</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Total Rollback Homestead & Pers. Prop. Collection	<u>\$ 1,904,980</u>	<u>\$ 43,620</u>	<u>\$ 232,099</u>	<u>\$ 364,867</u>	<u>\$ 86,024</u>	<u>\$ 2,631,590</u>
	<u>\$ 2,501,946</u>		<u>\$ 596,966</u>			
Personal Property						
Inside Millage						
Tangible Personal (Telephone)	\$ 3,605					
Outside Millage						
Tangible Personal (Telephone)	<u>\$ 15,721</u>	<u>\$ 266</u>	<u>\$ 1,460</u>	<u>\$ 2,299</u>	<u>\$ 1,478</u>	
Total Personal Property Certified	<u>\$ 19,326</u>	<u>\$ 266</u>	<u>\$ 1,460</u>	<u>\$ 2,299</u>	<u>\$ 1,478</u>	
Adjustment	<u>\$ 138,698</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Total Personal Property Collection	<u>\$ 158,024</u>	<u>\$ 266</u>	<u>\$ 1,460</u>	<u>\$ 2,299</u>	<u>\$ 1,478</u>	<u>\$ 163,527</u>
			<u>\$ 3,759</u>			
Personal Property State Reimbursement						
Adjustment	\$ 847,498				\$ 64,793	\$ 912,291
	<u>\$ 3,632</u>				<u>\$ -</u>	
Personal Property State Reimbursement	<u>\$ 851,130</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64,793</u>	<u>\$ 915,923</u>
			<u>\$ -</u>			
Total Certified	<u>\$ 15,575,290</u>	<u>\$ 334,199</u>	<u>\$ 1,776,119</u>	<u>\$ 2,791,915</u>	<u>\$ 782,389</u>	<u>\$ 21,259,912</u>
Total of All funds	<u>\$ 21,259,912</u>					
Less Non Operating Funds	<u>\$ 1,116,588</u>					
Total Operating Funds	<u>\$ 20,143,324</u>					

House Bill 412 Senate Bill 345 Calculation

	Actual Fiscal Year 2006	Actual Fiscal Year 2007	Actual Fiscal Year 2008	Actual Fiscal Year 2009	Projected Fiscal Year 2010	Projected Fiscal Year 2011	Projected Fiscal Year 2012	Projected Fiscal Year 2013	Projected Fiscal Year 2014
Budget Reserve Fund Requirement									
Prior Year Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Current Year Additions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Required Set Aside	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Materials & Textbooks Requirement									
Prior Year Balance	\$ (304,773.83)	\$ (678,127.64)	\$ (961,217.50)	\$ (1,403,321.64)	\$ (1,703,435.06)	\$ -	\$ -	\$ -	\$ -
Current Year Requirement Expended	\$ 511,951.19	\$ 545,546.35	\$ 558,789.00	\$ 581,385.01	\$ 618,314.85	\$ 618,314.85	\$ 618,314.85	\$ 618,314.85	\$ 618,314.85
	\$ 885,305.00	\$ 828,636.21	\$ 1,000,893.14	\$ 881,498.43	\$ (1,085,120.21)	\$ 618,314.85	\$ 618,314.85	\$ 618,314.85	\$ 618,314.85
Carryover (Deduction) Balance	\$ (678,127.64)	\$ (961,217.50)	\$ (1,403,321.64)	\$ (1,703,435.06)	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Acquisition and Maintenance									
Prior Year Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Current Year Requirement Expended	\$ 511,951.19	\$ 545,546.35	\$ 558,789.00	\$ 581,385.01	\$ 618,314.85	\$ 618,314.85	\$ 618,314.85	\$ 618,314.85	\$ 618,314.85
	\$ 2,183,573.20	\$ 513,695.75	\$ 448,926.17	\$ 827,228.06	\$ 618,314.85	\$ 618,314.85	\$ 618,314.85	\$ 618,314.85	\$ 618,314.85
Carryover (Deduction) Balance	\$ (1,671,622.01)	\$ 31,850.60	\$ 141,713.43	\$ (104,129.62)	\$ (104,129.62)	\$ (104,129.62)	\$ (104,129.62)	\$ (104,129.62)	\$ (104,129.62)

NOTE

Budget Reserve Fund Requirement

Beginning in fiscal year 2002 S.B. 345 eliminated the budget reserve requirement

Materials & Textbooks Requirement / Capital Acquisition and Maintenance Requirement

Beginning in fiscal year 2002 the materials and textbook requirement changed through S.B. 345 to equal 3% of the State base cost formula amount from the prior year multiplied by the student population from the prior year. Formula amounts is defined in Sec. 3317.02 of the O.R.C. Student population is defined as the average daily, full-time equivalent number of school ages student during the first full week in October.

Unrestricted Grants-in-Aid Reconciliation to Forecast

	August 2009	April 2010
SF-3 Report		
Total State Foundation Aid Line 21 : Total State Support	\$ 8,812,734.00	\$ 8,202,454.00
Career-Tech/Adult Ed. Cat 1 Line 12 : Career Tech Aid	\$ (24,699.00)	\$ (24,795.00)
Adjustments	\$ 59,165.00	\$ (93,495.00)
Other Adjustment From Monthly Settlement		
Gifted Aid	\$ -	\$ -
Rounding : Reconciliation from PASS Summary Report to Monthly Settlement	<u>\$ -</u>	<u>\$ 2,183.00</u>
Total Foundation Payment	\$ 8,847,200.00	\$ 8,086,347.00
Open Enrollment Adjustment		
Open Enrollment Positive Adjustment	\$ 101,000.00	\$ 103,710.00
Open Enrollment Negative Adjustment	<u>\$ 147,224.00</u>	<u>\$ 325,561.00</u>
Net Adjustment	\$ (46,224.00)	\$ (221,851.00)
Total SF-3 Foundation Revenue	\$ 8,847,200.00	\$ 8,086,347.00
Other Unrestricted State Grants-in-Aid		
Ohio Department of Taxation - Motor Fuel Reimbursement	<u>\$ 4,000.00</u>	<u>\$ 4,000.00</u>
Total Unrestricted State Grants-in-Aid	<u><u>\$ 8,851,200.00</u></u>	<u><u>\$ 8,090,347.00</u></u>