

**NOTES TO THE FIVE YEAR FORECAST  
GENERAL FUND ONLY**

IRN#049106

**INTRODUCTION TO THE FIVE YEAR FORECAST**

This forecast represents the best and most current information available to us at this date. The legislature's implementation of the new funding formula for Ohio public schools, starts in FY14, will have an impact on our finances. The amount of state funding for Westfall Local School District comes directly from the estimates provided by the Ohio Department of Education based on the new funding formula. These estimates provided by the Ohio Department of Education are for FY14 and FY15.

The major line references are noted below as headings to make it easier to relate the assumptions back to the forecast. It should be of assistance to the reader to review the assumptions in order to understand the overall financial forecast for our district. Additional information is available through the District's Treasurer.

**REVENUE ASSUMPTIONS**

**REAL ESTATE VALUE ASSUMPTIONS - Line 1.010**

Property values are established each year by the Pickaway County Auditor based on new construction and completed or updated appraisal values, if applicable. The next complete district update will be for 2014 values collected in calendar year 2015. Following this the next complete district reappraisal of property values will be for 2017 values collected in calendar year 2018. These schedules could change depending on the success of legislation to increase appraisal updates. Such changes have been discussed but no action has been taken as of yet by the state of Ohio.

There are 10 taxing districts located in the Westfall Local School District. The taxing districts are as follows and range from lowest to highest: Circleville Corp (0.02%), Darbyville Corp (0.67%), Westfall LSD (0.76%), Williamsport Corp (3.80%), Perry Township (6.37%), Deercreek Township (6.64%), Muhlenburg Township (10.35%), Jackson Township (17.01%), Monroe Township (19.48%) and Darby Township (34.88%).

Tangible Personal Property (TPP), as noted on page 3, decreased to \$-0-, in this forecast effective in FY12. This, in effect, transferred the burden for those lost tax dollars into increased taxes on local taxpayers...a shift in taxes from businesses to residential taxpayers.

Calendar year 2013 values increased in value by \$35.2 M in new construction, which was \$0.6 M Res/Ag; \$0.5 M Comm./Ind.; \$34.1 M Public Utilities; and \$0.0 M in Tangible. These increases are in line with recent historical trends and are not considered overly aggressive or conservative. The assessed valuation increased within PUPP due to the expired AEP tax abatement. The district is fully collecting the AEP taxes on the property values, but no longer receives the in lieu of taxes payment.

Calendar year 2014 values are expected to grow by \$3.4 M in new construction, which was \$1.9 M Res/Ag; \$0.07 M Comm./Ind.; \$1.4 M Public Utilities; and \$0.0 M in Tangible. These increases are in line with recent historical trends and are not considered overly aggressive or conservative.

Calendar year 2015 values are expected to grow by \$6.3 M in new construction, which was \$(4.0) M Res/Ag; \$(0.1) M Comm./Ind.; \$10.5 M Public Utilities; and \$0.0 M in Tangible. In addition to any new construction in the school district, Pickaway County will experience a reappraisal update on assessed property values, which are estimated to decrease Res/Ag -3% and Comm/Ind -3%. The reappraisal update decrease is expected to be in line with property values. Also the additional pipeline is projected to be complete and on the tax duplicate. The pipeline is projected to offset some of the decrease in projected with reappraisal.

Calendar year 2016 values are expected to grow by \$3.6 M in new construction, which is \$1.9 M Res/Ag; \$0.07 M Comm./Ind.; \$1.6 M Public Utilities; and \$0.0 in Tangible. These increases are in line with historical trends.

Calendar year 2017 assessed values are expected to grow by \$3.6 M, which is \$1.9 M Res/Ag; \$0.07 M Comm./Ind.; \$1.6 M Public Utilities; and \$0.5 M in Tangible. These increases are in line with historical trends and are not considered overly aggressive or conservative.

Calendar year 2018 values are expected to decrease by \$(2.7) M in new construction, which is \$(2.0) M Res/Ag; \$(0.08) M Comm./Ind.; \$(0.6) M Public Utilities; and \$0.0 M in Tangible. In addition to any new construction in the school district, Pickaway County will experience a full reappraisal on assessed property values, which are estimated to decrease Res/Ag -2% and Comm/Ind -2%. The full reappraisal decrease is expected to be in line with property values.

**ESTIMATED ASSESSED VALUE BY COLLECTION YEARS (IN MILLIONS)**

Re-Appraisal Est Classification	EST.2014	-3.00% EST.2015*	EST.2016	EST.2017	-2.00% EST.2018*
Res./Ag.	\$ 197,458,575	\$ 193,450,166	\$ 195,384,668	\$ 197,338,515	\$ 195,325,662
Comm./Ind.	\$ 8,071,365	\$ 7,907,516	\$ 7,986,591	\$ 8,066,457	\$ 7,984,179
P.U. Pers.	\$ 97,850,862	\$ 108,339,066	\$ 109,964,152	\$ 111,613,614	\$ 111,022,062
Tangible Pers.	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>	<b>\$ 303,380,802</b>	<b>\$ 309,696,748</b>	<b>\$ 313,335,411</b>	<b>\$ 317,018,586</b>	<b>\$ 314,331,903</b>

\*\*denotes reappraisal years and reappraisal updates. County-wide reappraisals occur every three years.

**NEW TAX LEVIES**

There are no new tax levies included in the forecast, however, a new levy might need to be considered at the end of the forecasting period if economic conditions do not increase in future years. New levies are collected at 96% of the annual gross amount. This allows for a 2% delinquency factor and 2% for auditor and treasurer fees. Also, 53% of new Res/Ag and Comm/Ind is expected to be collected in March Settlements and 47% collected in August tax settlements. Public utility taxes are estimated at 50% in March and 50% in August. Tangible property taxes were eliminated in FY12. These timing estimates are very important to estimating when new levy or or new construction tax dollars will be available to the district.

**ESTIMATED REAL ESTATE TAX--Line Number 1.010**

Source	FY14	FY15**	FY16	FY17	FY18**
Res./Ag.	\$ 3,730,794	\$ 3,706,682	\$ 3,689,509	\$ 3,728,404	\$ 3,725,434
Comm./Ind.	\$ 160,628	\$ 159,789	\$ 158,941	\$ 160,530	\$ 160,506
Rollback Credits	\$ 478,661	\$ 475,567	\$ 473,364	\$ 478,354	\$ 477,973
<b>Total</b>	<b>\$ 3,412,761</b>	<b>\$ 3,390,904</b>	<b>\$ 3,375,086</b>	<b>\$ 3,410,580</b>	<b>\$ 3,407,967</b>

\* \*\*denotes reappraisal years and reappraisal updates. County-wide reappraisals occur every three years.

**ESTIMATED OTHER LOCAL TAX--Line Number 1.010**

Source	FY14	FY15**	FY16	FY17	FY18**
Other Local Taxes	\$ 4,963	\$ 5,087	\$ 5,214	\$ 5,345	\$ 5,478
<b>Total</b>	<b>\$ 4,963</b>	<b>\$ 5,087</b>	<b>\$ 5,214</b>	<b>\$ 5,345</b>	<b>\$ 5,478</b>

**ESTIMATED TANGIBLE PERSONAL TAX --Line Number 1.020**

Tangible Personal Property Taxes have been eliminated, therefore shifting the tax burden from the commercial taxpayer to the residential taxpayer. Also included in this line items are the revenues received from the current pipeline and the additional pipeline estimated to begin in FY15 the same time that Westfall Local will be experiencing property reappraisals. The estimated value of the new pipeline is estimated at \$10,000,000 of new property value in FY15.

Source	FY14	FY15**	FY16	FY17	FY18**
Tangible Pers.	\$ 2,651,590	\$ 2,814,493	\$ 2,979,839	\$ 3,024,537	\$ 3,038,977
<b>Total</b>	<b>\$ 2,651,590</b>	<b>\$ 2,814,493</b>	<b>\$ 2,979,839</b>	<b>\$ 3,024,537</b>	<b>\$ 3,038,977</b>

**ESTIMATED IN LIEU OF TAX --Line Number 1.060**

Source	FY14	FY15**	FY16	FY17	FY18**
Rev in lieu of taxes	\$ 250	\$ 250	\$ 250	\$ 250	\$ 250
<b>Total</b>	<b>\$ 250</b>	<b>\$ 250</b>	<b>\$ 250</b>	<b>\$ 250</b>	<b>\$ 250</b>

**INTEREST INCOME--Line Number 1.060**

Interest income will increase or decrease as the cash position of the General Fund increases or decreases. Coupled with this, the district has seen a slight decrease in interest rates the past year due to the economic position of the whole global market. These rates, although unpredictable, are expected to maintain their current levels over the five-year forecast period with the anticipation of growing interest rates at the end of the forecasting period. This should provide a moderately conservative estimate of interest income to the General Fund. It should be noted that the district does not invest in high-risk-derivative investment options. Funds are predominately invested in STAR Ohio, Certificates of Deposits, and interest bearing sweep accounts. Security is the top priority of the investment philosophy of the Treasurer's office.

Source	FY14	FY15**	FY16	FY17	FY18**
Interest	\$ 48,861	\$ 48,613	\$ 49,133	\$ 49,094	\$ 48,521
<b>Total</b>	<b>\$ 48,861</b>	<b>\$ 48,613</b>	<b>\$ 49,133</b>	<b>\$ 49,094</b>	<b>\$ 48,521</b>

**OTHER LOCAL INCOME--Line Number 1.060**

These amounts are estimated based on past trends and researching activity over the past couple years. Westfall Local's tuition rate will increase, as does the percentage of total General Fund income from local property taxes. Rental fee revenue is

is an increase due to inflation as a percentage. Refund of Prior Year's Expenditures should remain constant. There is an overall inflation rate built into each of the categories. It should be noted that the pay to participate fees were lowered in FY14.

Source	FY14	FY15**	FY16	FY17	FY18**
Tuition	\$ 414,191	\$ 422,474	\$ 431,315	\$ 440,342	\$ 449,560
Student Fees	\$ 23,490	\$ 23,959	\$ 24,439	\$ 24,927	\$ 25,426
Building Rentals	\$ -	\$ -	\$ -	\$ -	\$ -
Donations	\$ 8,982	\$ 9,161	\$ 9,345	\$ 9,532	\$ 9,722
Transfers IN	\$ -	\$ -	\$ -	\$ -	\$ -
R.O.P.Y.E.	\$ 1,795	\$ 1,803	\$ 1,811	\$ 1,820	\$ 1,828
Transportation Fee	\$ 2,111	\$ 2,154	\$ 2,197	\$ 2,241	\$ 2,285
Pay to Play	\$ 33,816	\$ 34,493	\$ 35,182	\$ 35,886	\$ 36,604
Other	\$ 361,010	\$ 368,949	\$ 377,064	\$ 385,360	\$ 394,598
<b>Total</b>	<b>\$ 845,395</b>	<b>\$ 862,993</b>	<b>\$ 881,353</b>	<b>\$ 900,107</b>	<b>\$ 920,023</b>

**STATE REVENUE ESTIMATES**

**Current status of State Basic Aid Funding**

While state funding for schools for the 2 years of the state budget (FY14-FY15) is predictable, the outlying years 3 through 5 of the forecast (FY16 through FY18) could see funding reductions and downward adjustments. Schools districts are required to project through FY18 which the reader of this forecast is reminded that this period of time contains 2 future state biennium budgets. This adds to uncertainty as the state of Ohio does not prepare its own forecasts longer than 2 years at a time. The forecast notes below contain the best data available at this time. Due to state legislation it is good to remember in the case of Westfall Local as local revenue increases state revenue decreases. The local share is increasing due to the addition of PUPP tax revenues.

The state aid calculations are listed below and are obtained through the Ohio Department of Education website for FY14 and FY15. In years FY16 through FY18 indicate a slight decrease in state funding.

**Line Numbers -- 1.035, 1.045, and 1.035 (In Order)**

Source	FY14	FY15**	FY16	FY17	FY18**
Basic Aid	\$ 7,415,159	\$ 7,415,159	\$ 7,229,780	\$ 6,940,589	\$ 6,593,559
Stimulus Grant	\$ -	\$ -	\$ -	\$ -	\$ -
Stim-SFSF-Makeup	\$ -	\$ -	\$ -	\$ -	\$ -
Vocational Ed.	\$ -	\$ -	\$ -	\$ -	\$ -
Special Ed.	\$ -	\$ -	\$ -	\$ -	\$ -
Transportation	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>	<b>\$ 7,415,159</b>	<b>\$ 7,415,159</b>	<b>\$ 7,229,780</b>	<b>\$ 6,940,589</b>	<b>\$ 6,593,559</b>

**STATE ROLLBACK & HOMESTEAD REIMBURSEMENT-- Line 1.050**

These funds are reimbursements from the State of Ohio for tax credits given to owner-occupied residences equaling 12.5% of the gross property taxes charged to residential taxpayers. These amounts decrease or increase as property values decrease or increase. These funds are tied directly to the real estate tax receipts, and with the property reappraisal anticipated to decrease in FY15 and again in FY18, the rollback and homestead reimbursements will also see a decrease.

Source	FY14	FY15**	FY16	FY17	FY18**
Rollback and Homeste	\$ 493,661	\$ 490,567	\$ 488,364	\$ 493,354	\$ 492,973
<b>Total</b>	<b>\$ 493,661</b>	<b>\$ 490,567</b>	<b>\$ 488,364</b>	<b>\$ 493,354</b>	<b>\$ 492,973</b>

**OTHER STATE REVENUES-- Line 1.040**

These amounts are generally stable and are based primarily on reimbursements due to the district for money that must be spent before the services are provided. These amounts have been determined by reviewing historical trends and tracking data used to determine the reimbursements. In cases where estimates are not possible, the current year's amount has been used to estimate future years. These revenue sources are not currently mentioned as areas the state is considering for cutbacks. In the past this category contained the Tangible Personal Property Reimbursements which the state eliminated this past round of state budget cuts. The casino revenues based off of enrollment are included in the Other category received from the state.

Source	FY14	FY15**	FY16	FY17	FY18**
Transportation / Buses	\$ -	\$ -	\$ -	\$ -	\$ -
Telecommunications	\$ -	\$ -	\$ -	\$ -	\$ -
TPP Reimbursement	\$ 6,434	\$ 3,217	\$ 1,608	\$ 804	\$ 402
Other	\$ 78,831	\$ 86,689	\$ 95,332	\$ 104,840	\$ 115,238

Total \$ 85,265 \$ 89,905 \$ 96,940 \$ 105,644 \$ 115,640

**RETURN OF ADVANCES & REFUNDS OF PRIOR YEAR EXPENDITURES**

These are non-operating revenues which are the repayment of short-term loans to other funds over the previous fiscal year and reimbursements for expenses received for a previous fiscal year in the current fiscal year.

Source	FY14	FY15**	FY16	FY17	FY18**
Advance Returns	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**SHORT TERM BORROWING**

No short term or long term General Fund borrowing is anticipated at this time.

**EXPENDITURE ASSUMPTIONS**

Wages for all staff are in place through June 2014. As of the staff negotiations through June 30, 2016 the wages are estimated at: 2.25% beginning September 1, 2014, 1.75% beginning September 1, 2015, 1.5% beginning September 1, 2016 and 1.5% beginning September 1, 2017. In addition, an increase for steps and educational achievement are built into the forecast for teaching and classified staff. New hirings are at a Masters Step 4, and classified staff are at Step 4 of the secretary salary schedules.

Fiscal Year 2014 shows staffing of the entire school district. A complete staff as of today's date is in place.

Fiscal year 2015 staffing and student breakdown is as follows:

New Students Kindergarten through Grade 12	<u>2</u>
District Staffing Estimate Kindergarten through Grade 12	<u>0</u>

Fiscal year 2016 staffing and student breakdown is as follows:

New Students Kindergarten through Grade 12	<u>4</u>
District Staffing Estimate Kindergarten through Grade 12	<u>0</u>

Fiscal year 2017 staffing and student breakdown is as follows:

New Students Kindergarten through Grade 12	<u>3</u>
District Staffing Estimate Kindergarten through Grade 12	<u>2</u>

A new building and additional square footage which requires support staff is estimated in FY17

Fiscal year 2018 staffing and student breakdown is as follows:

New Students Kindergarten through Grade 12	<u>1</u>
District Staffing Estimate Kindergarten through Grade 12	<u>1</u>

Additional staffing for the new building once it is completed.

Source	FY14	FY15**	FY16	FY17	FY18**
Instruction	\$ 4,527,821	\$ 4,970,667	\$ 5,322,853	\$ 5,504,617	\$ 5,727,554
Instructional Support	\$ 240,810	\$ 268,406	\$ 281,168	\$ 292,428	\$ 302,884
Other Support	\$ 453,024	\$ 469,127	\$ 482,953	\$ 495,726	\$ 509,577
Administration	\$ 606,609	\$ 623,807	\$ 638,350	\$ 744,014	\$ 741,769
Board of Education	\$ 11,250	\$ 11,250	\$ 11,250	\$ 11,250	\$ 11,250
Support Services	\$ 1,337,392	\$ 1,400,080	\$ 1,439,761	\$ 1,505,238	\$ 1,546,465
Extra - Curricular	\$ 234,965	\$ 295,556	\$ 312,667	\$ 319,550	\$ 325,560
Construction	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>	<u>\$7,411,870</u>	<u>\$8,038,894</u>	<u>\$8,489,003</u>	<u>\$8,872,823</u>	<u>\$9,165,060</u>

**FRINGE BENEFIT ESTIMATES -- Line 3.020**

A) STRS/SERS will increase by 14% of wages paid.

Source	FY14	FY15**	FY16	FY17	FY18**
Base Wages	\$ 1,061,260	\$ 1,135,074	\$ 1,187,871	\$ 1,309,821	\$ 1,313,451
<b>Total</b>	<u>\$ 1,061,260</u>	<u>\$ 1,135,074</u>	<u>\$ 1,187,871</u>	<u>\$ 1,309,821</u>	<u>\$ 1,313,451</u>

B) Medical insurance rates for all coverage's are guaranteed through June 30, 2014. After that period annual increases in medical coverage are estimated to be 14% for 2015, 28% for 2016, 14% for 2017, and 14% for 2018. Dental rates are expected to increase at 3% per year in the forecast. Any new staff costs are estimated to be at the family premium rates for good fiscal management and budgeting purposes. The medical insurance increase in 2016 is due to the Affordable Care Act.

Source	FY14	FY15**	FY16	FY17	FY18**
Base Costs	\$ 1,919,099	\$ 2,198,135	\$ 2,804,651	\$ 3,237,882	\$ 3,675,159
<b>Total</b>	<b>\$ 1,919,099</b>	<b>\$ 2,198,135</b>	<b>\$ 2,804,651</b>	<b>\$ 3,237,882</b>	<b>\$ 3,675,159</b>

C) Workers' Compensation is expected to increase by the same percentage as our increases in wages, due to staff growth and as a result of being in the group rating plan. The current rate for FY14 is .00507 and carried forward through the projecting years.

Source	FY14	FY15**	FY16	FY17	FY18**
Base Costs	\$ 37,889	\$ 40,300	\$ 42,197	\$ 44,236	\$ 45,472
<b>Total</b>	<b>\$ 37,889</b>	<b>\$ 40,300</b>	<b>\$ 42,197</b>	<b>\$ 44,236</b>	<b>\$ 45,472</b>

D) Medicare will continue to increase as wages increase and additional personnel are hired to accommodate enrollment growth. Contributions are 1.45% for all new employees to the district since April 1, 1986. These amounts are growing for our district since we must hire additional staff for the growing student population.

Source	FY14	FY15**	FY16	FY17	FY18**
Base Costs	\$ 107,756	\$ 114,934	\$ 120,576	\$ 126,428	\$ 130,187
<b>Total</b>	<b>\$ 107,756</b>	<b>\$ 114,934</b>	<b>\$ 120,576</b>	<b>\$ 126,428</b>	<b>\$ 130,187</b>

**SUMMARY OF FRINGE BENEFITS**

Source	FY14	FY15**	FY16	FY17	FY18**
STRS/SERS	\$ 1,061,260	\$ 1,135,074	\$ 1,187,871	\$ 1,309,821	\$ 1,313,451
Medical Insurances	\$ 1,919,099	\$ 2,198,135	\$ 2,804,651	\$ 3,237,882	\$ 3,675,159
Worker's Comp	\$ 37,889	\$ 40,300	\$ 42,197	\$ 44,236	\$ 45,472
Medicare	\$ 107,756	\$ 114,934	\$ 120,576	\$ 126,428	\$ 130,187
Other	\$ 24,401	\$ 25,053	\$ 25,206	\$ 25,360	\$ 25,516
<b>Total</b>	<b>\$ 3,150,405</b>	<b>\$ 3,513,495</b>	<b>\$ 4,180,500</b>	<b>\$ 4,743,728</b>	<b>\$ 5,189,785</b>

**PURCHASED SERVICES-- Line 3.030**

Overall purchase service costs have increased faster than inflation due to growth in special education, contract transportation, utilities, fuel, and various professional service contracts. An approximate rate of 3% is built into the forecast for planning purposes. Purchase Service costs will increase with the anticipated growth of the district, but as a cost-savings measure the district is making every effort to keep costs constant. Additional square footage costs are reflected in FY17.

Source	FY14	FY15**	FY16	FY17	FY18**
Base Services	\$ 1,987,659	\$ 2,040,685	\$ 2,095,360	\$ 2,213,338	\$ 2,274,423
<b>Total</b>	<b>\$ 1,987,659</b>	<b>\$ 2,040,685</b>	<b>\$ 2,095,360</b>	<b>\$ 2,213,338</b>	<b>\$ 2,274,423</b>

**MATERIALS AND SUPPLIES – Line 3.040**

An overall inflation rate of 3% is being estimated for this category of expenses. Materials and supplies are one of the few areas where cuts can be made, since approximately 75% to 80% of our budget is directed to wages and benefits. A new budgeting process will be started in FY13. This process will need to be adjusted in FY14 and FY15. Every year enhancements will need to be implemented in the building / department budgeting process. Additional funds have been added for research and development, staff development, gifted, and the overall budgeting process.

Source	FY14	FY15**	FY16	FY17	FY18**
Supplies	\$ 630,157	\$ 649,062	\$ 668,534	\$ 688,590	\$ 709,247
<b>Total</b>	<b>\$ 630,157</b>	<b>\$ 649,062</b>	<b>\$ 668,534</b>	<b>\$ 688,590</b>	<b>\$ 709,247</b>

**EQUIPMENT -- 3.050**

An overall inflation rate of 3% is being estimated for this category. We receive a state bus subsidy payment that can only be used to procure buses. When buses are needed, payment for the buses will come from the subsidy payment and the Permanent Improvement Fund. Also, much needed buses will be needed to replace an aging fleet, which is budgeted in the PI fund.

Source	FY14	FY15**	FY16	FY17	FY18**
Capital Outlay	\$ 42,612	\$ 43,891	\$ 45,207	\$ 46,563	\$ 47,960
<b>Total</b>	<b>\$ 42,612</b>	<b>\$ 43,891</b>	<b>\$ 45,207</b>	<b>\$ 46,563</b>	<b>\$ 47,960</b>

**OTHER EXPENSES -- Line 4.300**

This expense group accounts for auditor and treasurer fees, contingencies, Pickaway County Board of Education deductions for participation in State Mandated SB140 City/County Agreement, insurances, and other miscellaneous expenses. Auditor and Treasurers fees will increase when county levies are on the ballot. The inflationary rate estimated for this category is set at 3%.

Source	FY14	FY15**	FY16	FY17	FY18**
Other expenses	\$ 821,983	\$ 845,143	\$ 868,997	\$ 893,567	\$ 918,874
<b>Total</b>	<b>\$ 821,983</b>	<b>\$ 845,143</b>	<b>\$ 868,997</b>	<b>\$ 893,567</b>	<b>\$ 918,874</b>

**NON-OPERATING EXPENSES -- Line 5.010**

This expense group accounts for board transfers for Athletics, Staff Development, severance payments due to retirements, Lunchroom transfers, HB412 and HB264. The largest transfer of funds relates to the state mandated HB412 set - aside amounts. A 3% increase each year is projected from the current expense.

Source	FY14	FY15**	FY16	FY17	FY18**
P.I. Transfer	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers/Advances	\$ 58,717	\$ 60,478	\$ 62,293	\$ 64,162	\$ 66,086
<b>Total</b>	<b>\$ 58,717</b>	<b>\$ 60,478</b>	<b>\$ 62,293</b>	<b>\$ 64,162</b>	<b>\$ 66,086</b>

**TAX ANTICIPATION NOTE REPAYMENT**

No borrowing is anticipated in this forecast. Under ORC 133.10 tax anticipation notes can be issued on operating levy collections if needed.

Source	FY14	FY15**	FY16	FY17	FY18**
TAN	\$ -	\$ -	\$ -	\$ -	\$ -

**ENCUMBRANCES**

These are outstanding purchase orders that have not been approved for payment as goods were not received in the fiscal year in which they were ordered. This is estimated to run about 0.6% of expenditures for the foreseeable future.

**ENDING UNENCUMBERED CASH BALANCE**

This amount must not go below \$-0- or the district General Fund will violate all Ohio Budgetary Laws. Any multi-year contract which is knowingly signed and will cause a negative unencumbered cash balance is a violation of 5705.412, ORC, punishable by personal liability of \$20,000.

Westfall Local Changes in Assumptions to 5-Year Forecast  
 October Forecast (Estimates)

**CHANGES -- CASH BALANCE**

1	Assessed Valuations CY2013 (AEP) on Tax Duplicate	Increase
2	Assessed Valuation of Pipeline decreased beginning in CY15	Decrease
3	Eliminate - In Lieu of Taxes Payment for AEP	Decrease
4	Estimated Mileage (December 2012 Resolution)	Decrease
5	Casino Money - \$78,576.00 annually	Increase
6	STRS deduction in 2017 and 2018	Decrease
7	State Funding Increase from Last Estimate	Increase
8	Negotiated Certified Percentage Raise Increases	Decrease
9	Insurance Decrease effective 6/1 (% Decrease) Less than Estimate	Increase
10	Negotiated Insurance Change in Coverage (All Employees) - H.S.A	Increase
11	Classified Percentage Raise Increases	Decrease
12	Estimated Costs Associated with Affordable Care Act	Decrease
13	Federal Grants receiving less in FY14 - FY18	Decrease
14	Pay to Participate Fee Change--July 2013	Decrease
15	New Hirings - FY14	Increase
16	New School Bldgs in FY16	Decrease
	Staff	
	Utilities	
	Additional Square Footage	
17	Increase in Department and Budget Budgets	Decrease
18	Create Research and Development Line Item	Decrease
19	Staff Development Budget Increase	Decrease
20	Gifted Budget Increase	Decrease
21	Contingency Amount all 5 Years	Decrease
22	Re-Appraisal every 3 years	Decrease
23	Severance Payouts (Transfer to 035 Fund)	Decrease