

## NOTES TO THE FY07 APPROPRIATIONS AND FIVE-YEAR FORECAST

<b>REVENUES</b>		
	<b>FY2007</b>	<b>FY 2008-2011</b>
Property Taxes	Real and personal property tax revenues and property tax rollback/homestead exemption are based on the Wood County Auditor's estimate for tax revenue for FY07.	Real and personal property tax rollback/homestead exemption are calculated on a 2% increase. This is a conservative increase based on previous years. Personal property tax is being reduced by 5% per year due to the changes in HB66. Districts will be held harmless for this time period and will be reimbursed by the state for losses incurred due to legislated changes. Reappraisals and triennial updates in each county may alter these projections.
State Foundation	The state foundation payment is estimated based on the per pupil funding as legislated. It also includes additional funding for students in additional satellite programs recently given to Penta by Perrysburg and new satellite programs at Anthony Wayne and Perrysburg.	The state foundation payment is projected to increase 2% per year.
Other State Revenue	Other state revenue is property tax loss reimbursement for the reductions in the valuation of certain types of public utility property. JVSs are reimbursed over a period of 15 years.	Other state revenue is property tax loss reimbursement for the reductions in the valuation of certain types of public utility property. JVSs are reimbursed over a period of 15 years.

## EXPENDITURES

	FY2007	FY 2008-2011
Salaries	Salaries for certificated and classified personnel are based on the salary schedules in the negotiated contract. Certificated staff are in the third year of a three year agreement while classified staff are in the second year of a three year agreement. Salaries for administrative staff are based on board approved compensation. Changes for FY2007 include: - New positions: Business electives instructor, two teaching profession instructors, and a new instructional aide (a recruiter was hired but is being paid from grant funds)	Salaries for certificated staff are based on the current negotiated salary schedule plus an average salary increase of 4.25% including base and step increases for FY08, FY09, FY10 and FY11. Salaries for classified for FY07 are based on the negotiated salary schedule; for FY08-11, an average salary increase of 4.5% including base and step increases is projected. Administrative personnel salary increases are based on board-approved compensation for FY07 and an average increase of 3.5% for FY08, FY09 and FY10. Three new support staff positions are projected to be added in FY10.
Benefits	<i>Health insurance premiums</i> increased less than 7% for FY07. The employee share of the insurance premium increased from 8% to 10%. Effective July 1, 2006, the board no longer offered a traditional insurance plan. All employees, if choosing to participate in the health insurance plan, will have coverage through the PPO.	<i>Health Insurance premiums</i> are projected to increase 15% per year for FY08-11. Employees pay 10% of the insurance premium through payroll deduction.
Discretionary Expenditures	Discretionary line items such as repair and maintenance, travel and supplies are based on what was spent or appropriated in previous fiscal years with increases based on department needs. Building administrators provided budget numbers in these areas. Electrical and natural gas costs will increase due to providing utilities at the construction site.	In most cases, discretionary line items have been increased 2% above the previous year's estimate. This is a conservative estimate. FY09 begins to reflect some of the increased costs associated with the new building in the buildings and grounds. Utility costs for FY10 and FY11 reflect a more normal usage in that utilities will be paid for one facility.
Textbooks	Textbook appropriations are made based on departmental requests throughout the year.	Textbooks have been budgeted to the superintendent's account and will be distributed based on departmental needs for the year.
Equipment	Equipment dollars are being appropriated to the Superintendent's account and will be distributed during the year per formal departmental requests.	Equipment purchases may be supplemented by using the permanent improvements fund.
Transfers	Transfers: \$1,000,000 to be transferred to Adult Education, Food Service and Permanent Improvement Funds	Transfers: Transfers for Adult Education, Food Service and Permanent Improvement Funds.
Advances	Advances: \$175,000 to be returned to the general fund the following fiscal year.	Advances: \$175,000 per year to be returned to the general fund the following fiscal year.
HB 412 Requirements	Budget Reserve - no additional money is required to be transferred to the budget reserve account. Textbooks/Materials/Supplies - budget meets required minimum 3% of qualifying revenues Capital Improvements/Maintenance - budget meets minimum 3% of qualifying revenues	Budget Reserve - no additional money is required to be transferred to the budget reserve account. It is projected that the budget reserve will be utilized in FY2008 as local funds toward the new school construction project. Textbooks/Materials/Supplies - budget meets required minimum 3% of qualifying revenues Capital Improvements/Maintenance - budget meets minimum 3% of qualifying revenues
Career-Tech Weighting	More than 75% of weighting money is appropriated for non-salary items as required by law.	More than 75% of weighting money is appropriated for non-salary items as required by law