

**LAKE LOCAL SCHOOLS**

# **FIVE YEAR FORECAST**

**NOVEMBER 2022**



**MONICA LEPPELMEIER, TREASURER**

# KEY TAKEAWAYS

FOR THE CURRENT FISCAL YEAR



FY23

Revenues

+2.36%

FY23

Expenses

+5.85%

FY23

Projected Defecit

\$-1.2m



**SALARIES**

+8.38%

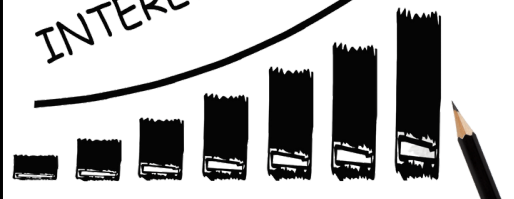
27 pays

**REAL ESTATE**

+6%



INTEREST RATES %



+500%

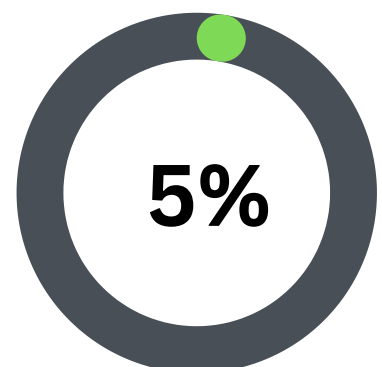
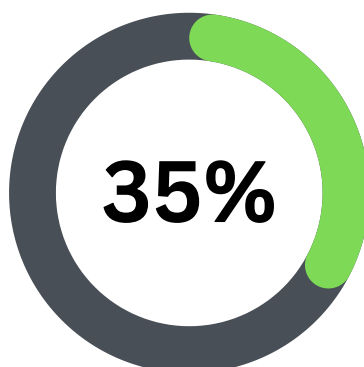
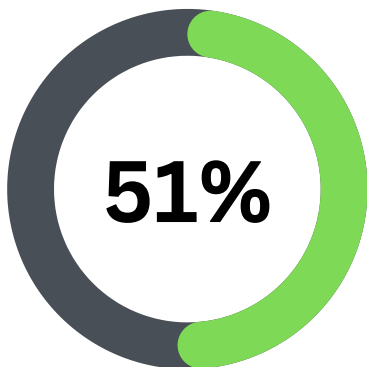
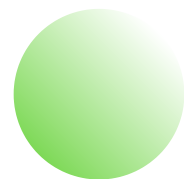
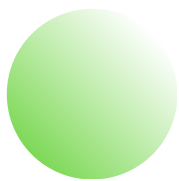


# REVENUE DRIVERS

**REAL ESTATE**

**ODE**

**ABATEMENT**

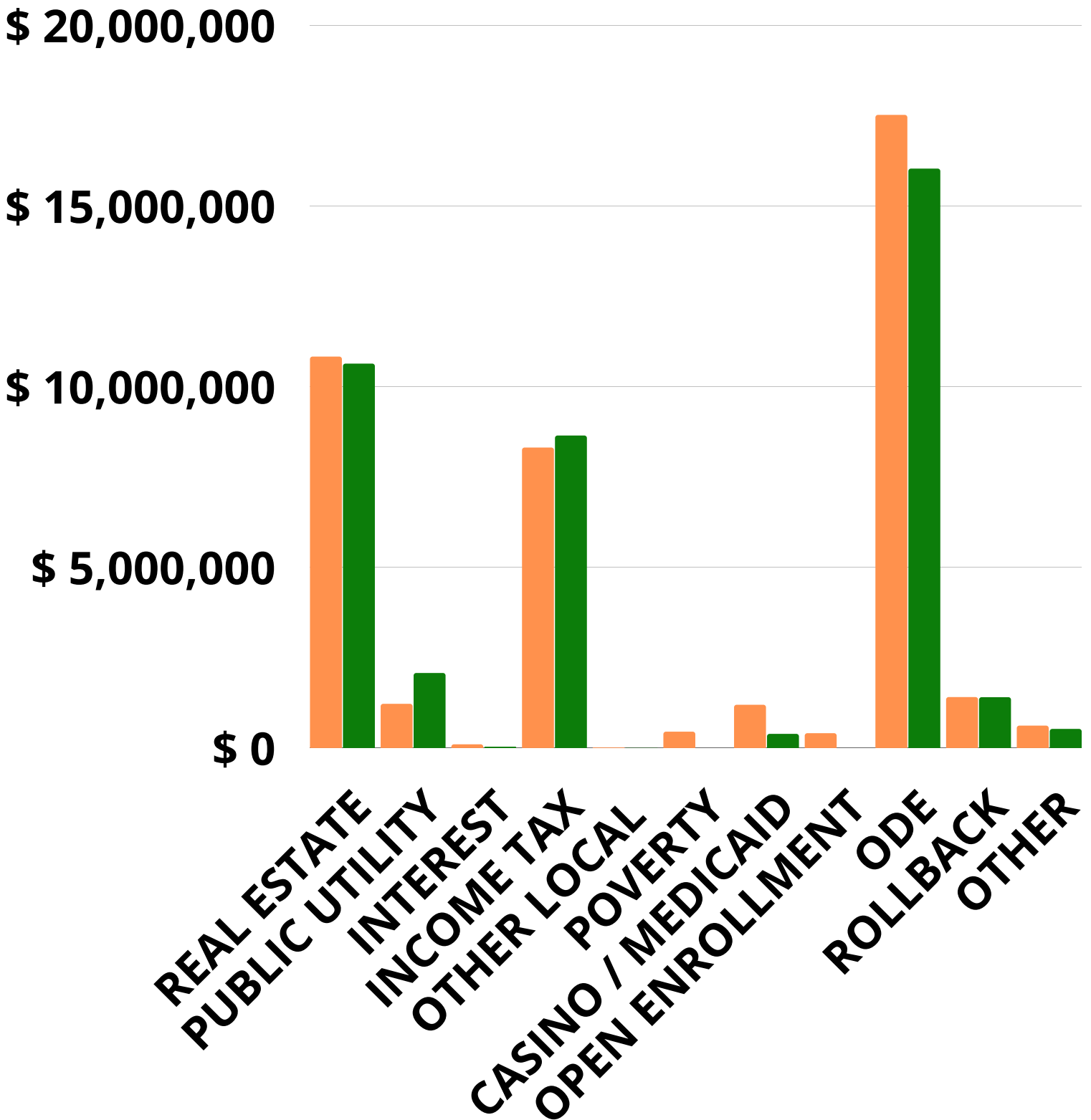


**OF TOTAL  
REVENUE**

**OF TOTAL  
REVENUE**

**OF TOTAL  
REVENUE**

# OVERALL REVENUES



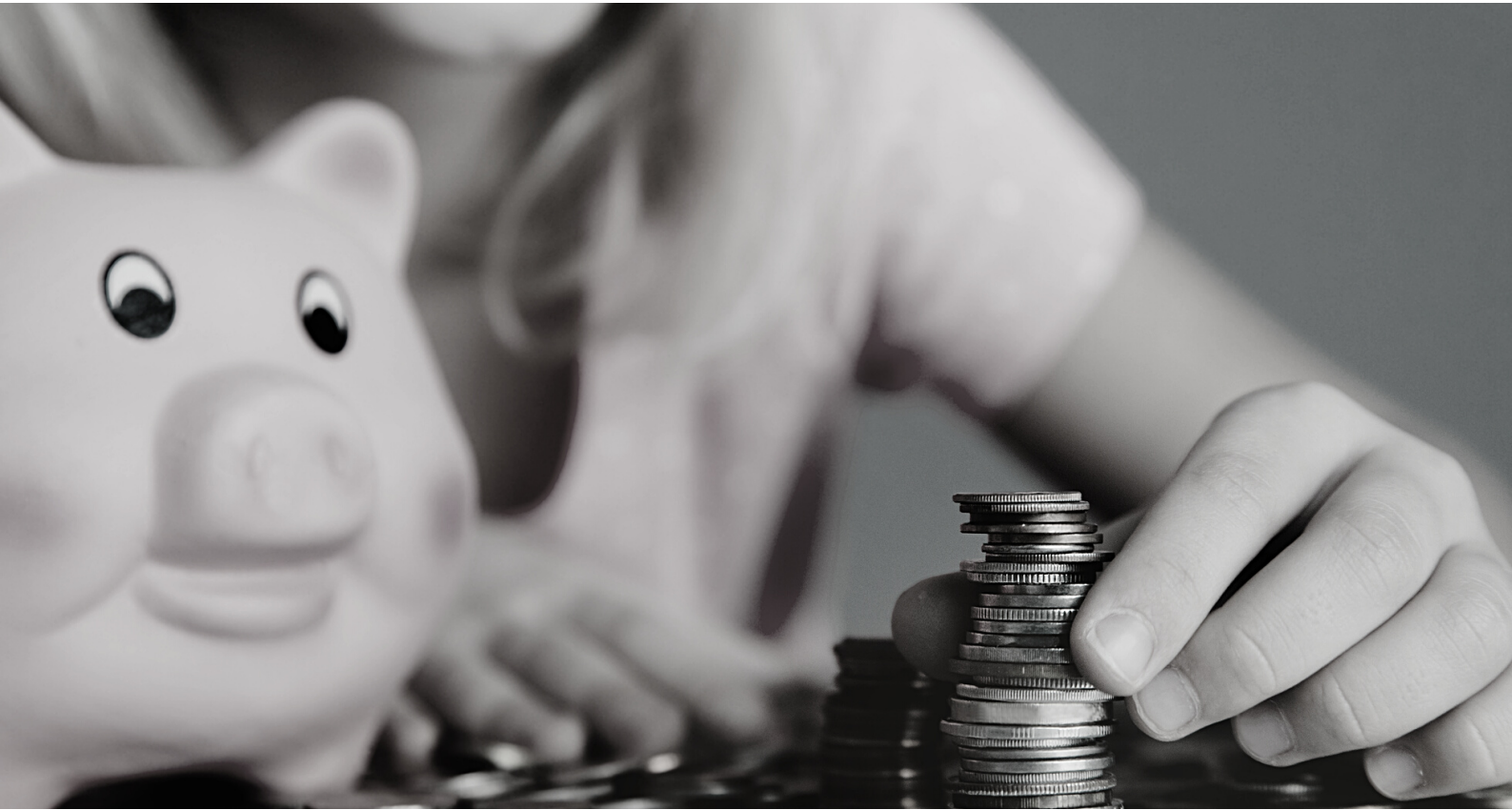
**FY22**

**\$18,316,244**

**FY23**

**\$18,747,899**

# REVENUES



1. Assuming small increase in property tax revenues and then larger in FY24 with county reappraisal of 5.5%
2. Assuming 2019 State Foundation funding levels for the life of the forecast
3. Added in 2nd phase of First solar abatement starting in FY24
4. Interest is up substantially over last fiscal year
5. Casino revenue is steady over the life of the forecast

# EXPENSES

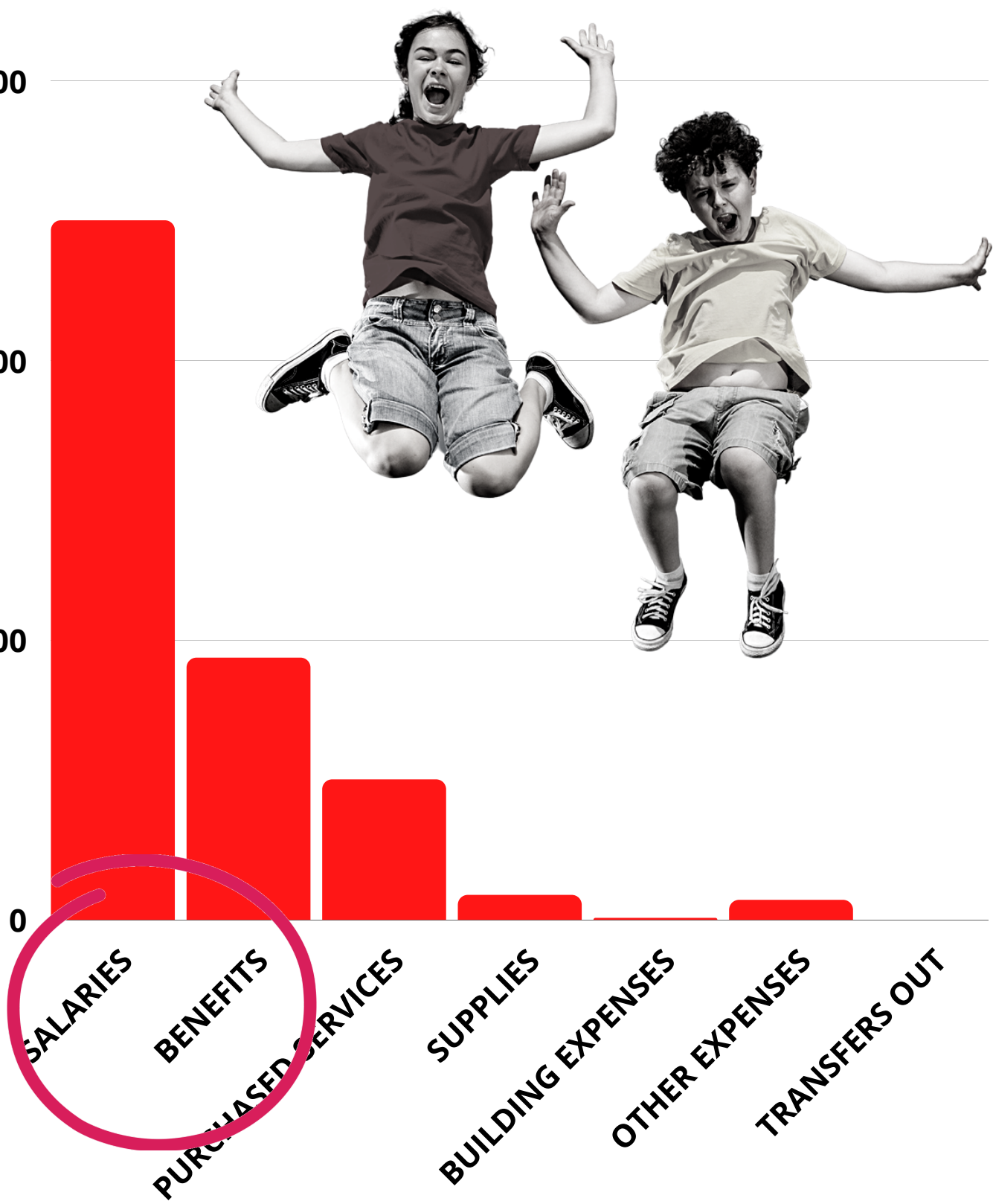
**FY22** **\$19,972,240**

\$ 30,000,000

\$ 20,000,000

\$ 10,000,000

\$ 0



SALARIES

BENEFITS

PURCHASED SERVICES

SUPPLIES

BUILDING EXPENSES

OTHER EXPENSES

TRANSFERS OUT

# EXPENSES

1. 3.99% salary increases were included for FY23-25 for our most recently agreed upon LEA agreement. With 3.0% in FY26. This includes steps and longevity.

2. The large jump in FY25 represents the multiple new positions that were added from CARES funding and other grants moved to the general fund.

3. Removed perfect attendance

4. 20% increase in health insurance costs in FY23, 10% in FY24 and then 8% over the life of the forecast

5. 4% increase in instructional purchased services, which is the ESC's that we work with.

6. Tuition reimbursement increase 125% based on current LEA contract, of \$1500 per person per year. This is assuming only ½ of the LEA members take the full reimbursement.

7. 3-5% increase in most other expenses each year over the life of the forecast, primarily due to inflation

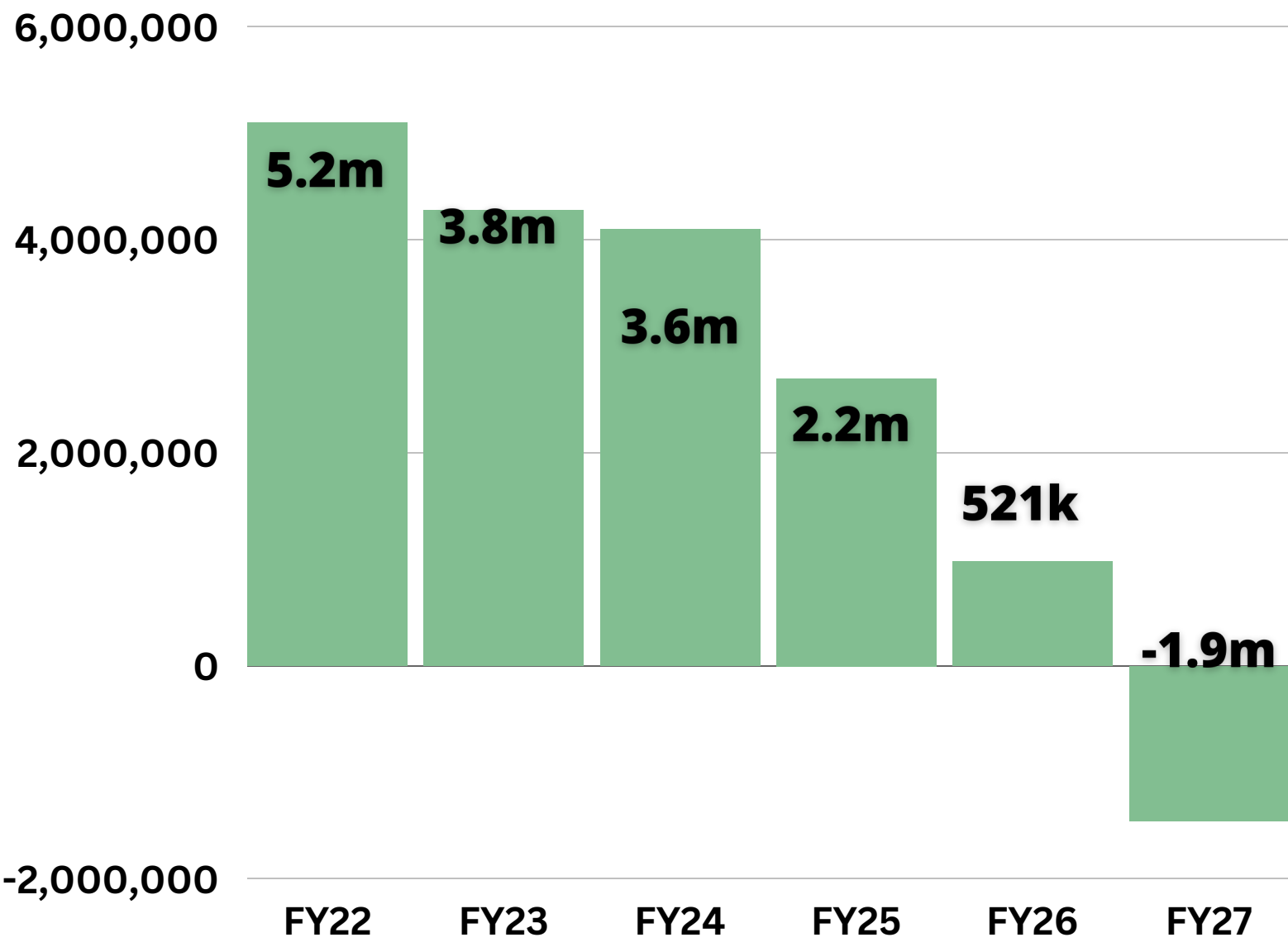
8. Legal expenses are up \$110,000 this fiscal year already

9. Rentals are going up in FY24 and FY25 because of Morrow Brothers space

10. Grounds & Maintenance expenditures up 5% each year

11. Transportation expenditures and fuel up 10% in FY23 and then 5% for the life of the forecast

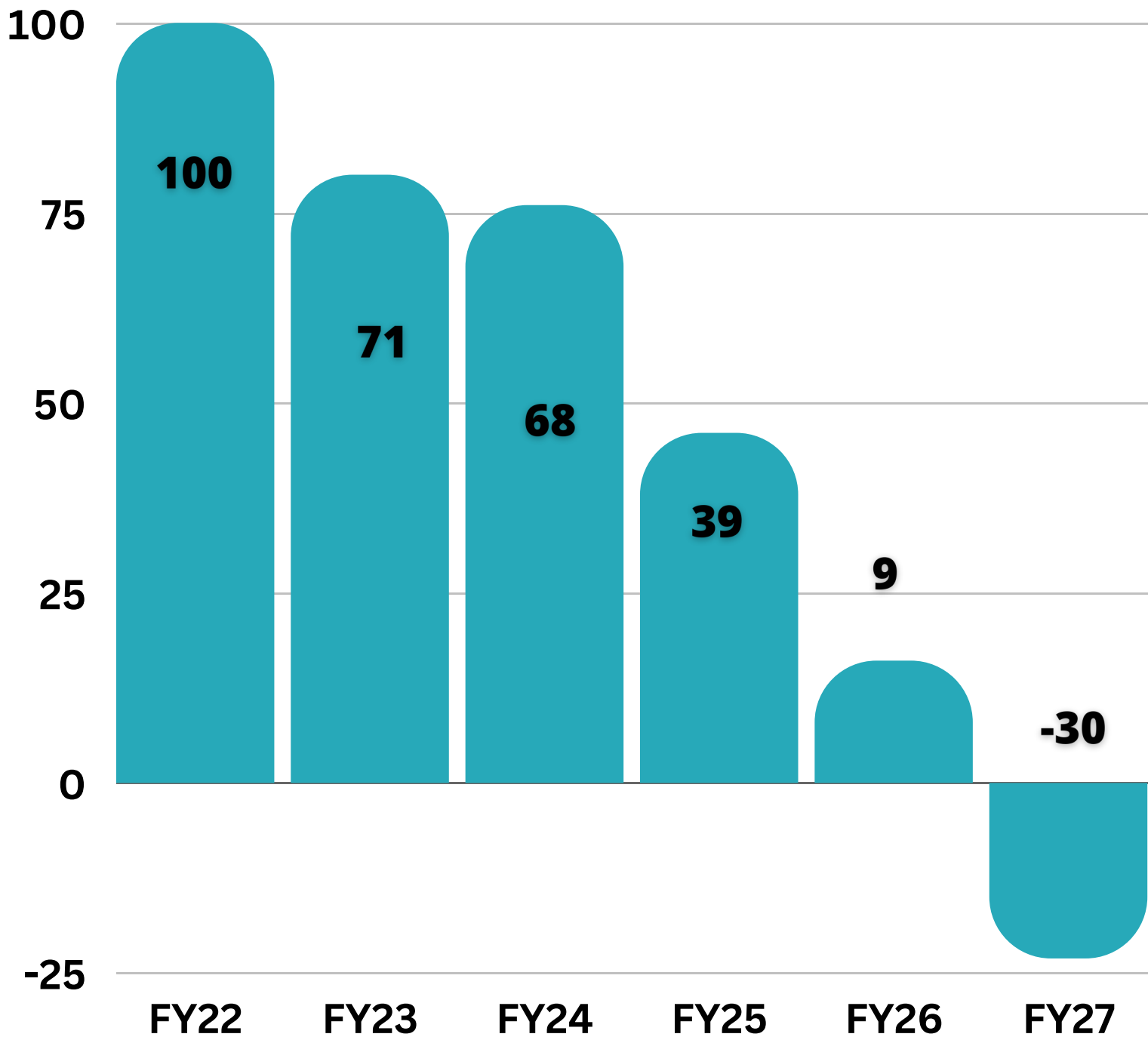




# ENDING CASH ANALYSIS





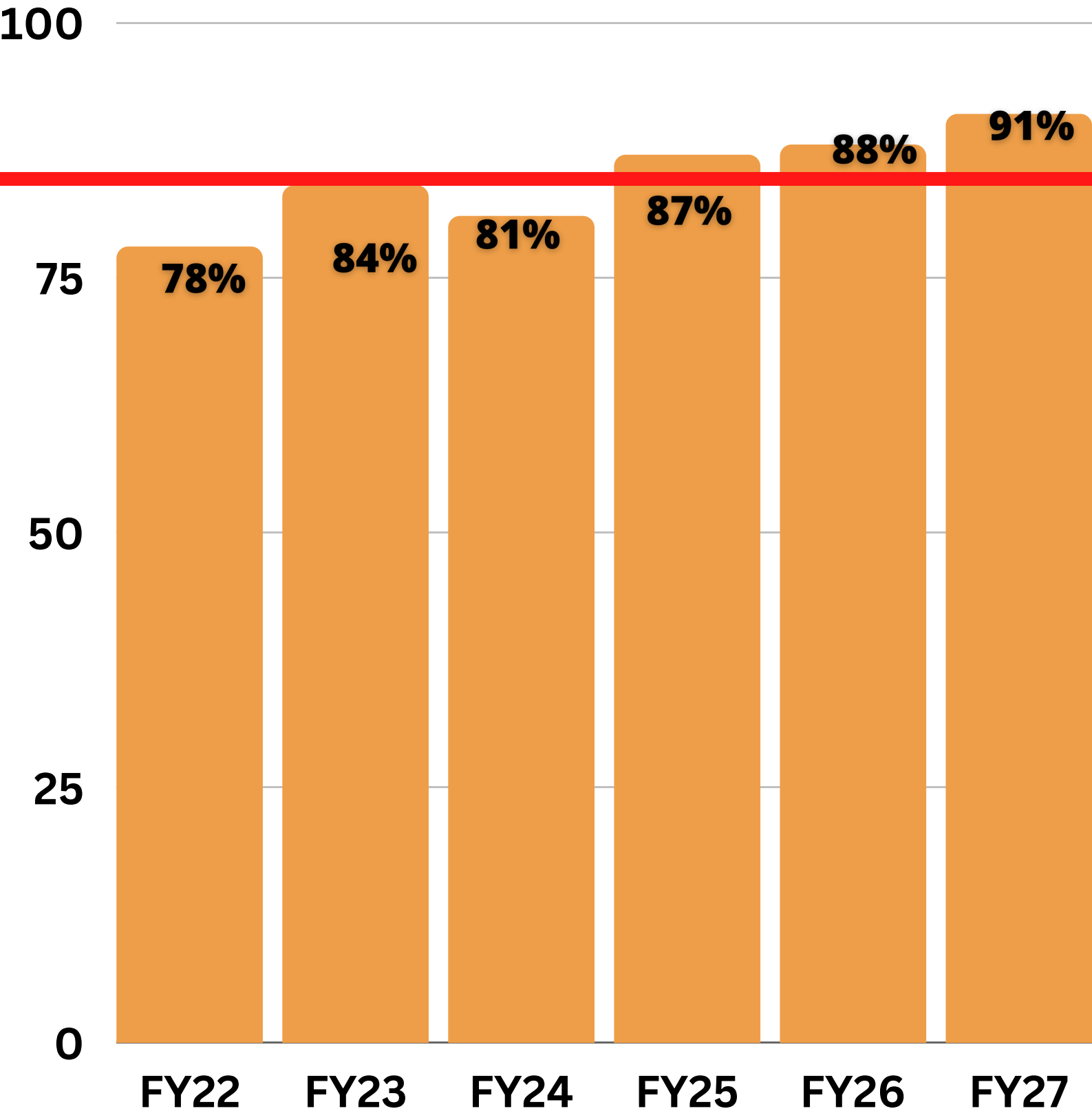


# TRUE DAYS CASH





# SALARIES & BENEFITS AS A PERCENT OF REVENUE



BEGINNING FY23

# OTHER FUND BALANCES

FUND  
002

BOND



\$3,050,377

FUND  
467

WELLNESS &  
SUCCESS



\$330,205

FUND  
006

FOOD SERVICE



\$1,183,515



PERMANENT  
IMPROVEMENT



\$366,852

FUND  
003

FUND  
035

SEVERANCE



\$95,734



# OVERALL

**FY22                    \$5,262,751**

**FY27                    \$-1,909,508**

Inflation, medical insurance increases, and uncertainty in State funding has caused a diminishing cash balance that we will need to address.