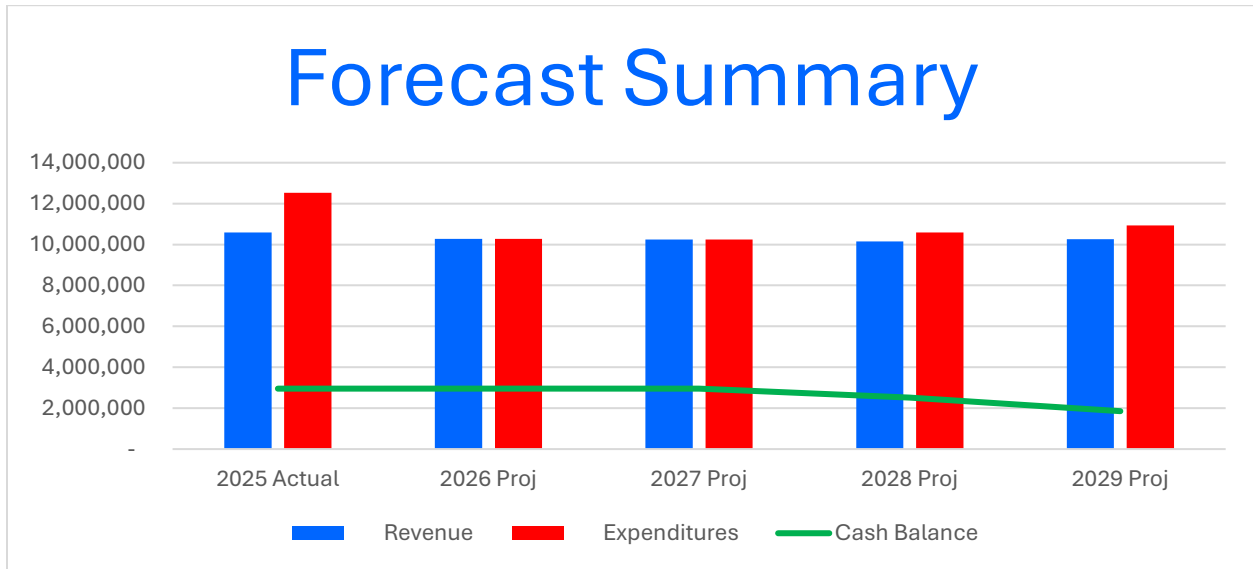




# Riverside Local School District Five Year Forecast

Revenues	Fiscal Year	Actual	Forecasted				
		2025	2026	2027	2028	2029	2030
1.01 General Property Tax		1,799,652	1,925,652	2,020,853	1,941,609	2,017,747	2,069,431
1.02 Tangible Personal Property		168,043	198,128	197,804	199,524	201,244	202,964
1.03 Income Tax		1,394,255	1,441,294	1,484,837	1,529,894	1,576,519	1,624,767
1.035 Unrestricted State Grants		5,203,396	4,928,285	4,928,285	4,928,285	4,928,285	4,928,285
1.04 Restricted State Grants		758,622	706,886	706,886	706,886	706,886	706,886
1.05 Property Tax Allocation		249,653	275,062	284,229	263,712	272,480	281,248
1.06 All Other Revenues		944,457	785,291	616,570	573,442	555,461	523,213
1.07 Total Revenues		10,518,078	10,260,598	10,239,464	10,143,352	10,258,622	10,336,794
2.07 Total Other Financing Sources		74,400	8,234	7,500	7,500	7,500	7,500
<b>Total Revenues and Other</b>							
2.08 Financing Sources		10,592,478	10,268,832	10,246,964	10,150,852	10,266,122	10,344,294
<b>Expenditures</b>							
3.01 Personal Services		5,185,082	5,212,962	5,292,988	5,419,528	5,598,454	5,766,944
3.02 Retirement Fringe Benefits		2,128,399	2,109,478	2,109,295	2,213,364	2,331,109	2,454,144
3.03 Purchased Services		1,749,118	2,214,651	2,214,693	2,274,639	2,336,285	2,399,679
3.04 Supplies and Materials		543,035	420,470	398,562	407,767	417,211	427,025
3.05 Capital Outlay		12,167	25,000	30,000	30,600	31,212	31,836
4.3 Other Objects		136,511	135,913	105,915	143,335	111,841	149,433
4.5 Total Expenditures		9,754,312	10,118,474	10,151,453	10,489,233	10,826,112	11,229,061
5.04 Total Other Financing Uses		2,769,834	150,000	100,000	100,000	100,000	100,000
<b>Total Expenditures and Other</b>							
5.05 Financing Uses		12,524,146	10,268,474	10,251,453	10,589,233	10,926,112	11,329,061
6.01 Surplus / Deficit		(1,931,668)	358	(4,489)	(438,381)	(659,990)	(984,767)
7.01 Cash Balance July 1		4,887,499	2,955,831	2,956,189	2,951,700	2,513,319	1,853,329
7.02 Cash Balance June 30		2,955,831	2,956,189	2,951,700	2,513,319	1,853,329	868,562
<b>Estimated Encumbrances June</b>							
8.01 30		103,710	200,000	200,000	200,000	200,000	200,000
12.01 & 15.01	Unreserved Fund Balance June 30 for Certification of Contracts, Salary Schedules and Other Obligations	2,852,121	2,756,189	2,751,700	2,313,319	1,653,329	668,562

## Riverside Local School District Assumptions



### Revenue

#### **Line 1.010 - General Property Tax (Real Estate)**

This forecast anticipates a 25% increase in Class I values due to reappraisal in tax year 2025, with collections occurring in calendar year 2026. First-half collections are expected to increase, while second-half collections are projected to be reduced due to state-legislated changes to property tax values. This forecast assumes a collection rate of 55% for the first half of 2026 and 60% in the succeeding years.

#### **Line 1.020 - Public Utility Personal Property Tax**

Public Utility Personal Property Taxes are a minimal part of district revenue. No known or expected changes are assumed in this forecast.

#### **Line 1.030 - Income Tax**

Following voter approval, a traditional 1.75% income tax was supplanted by a 1.50% earned income tax, effective January 1, 2020. Approximately 86% of the revenue generated from the earned income tax is derived from income tax withholdings. This forecast assumes a steady annual increase of 3.5% in income tax withholdings.

### **Line 1.035 – Unrestricted State Revenue and Line 1.040 Restricted State Revenue – Foundation Funding**

Unrestricted and Restricted State Aid Revenue accounted for approximately 57% of district revenue in FY25 and is projected to decrease. Because the most recent state budget did not update key funding formula inputs, the district does not anticipate state aid growth. As a result, this forecast assumes a decrease in Unrestricted State Aid of approximately \$275,000 and a decrease in Restricted State Aid of approximately \$50,000 from FY25 to FY26, with these reduced levels assumed to continue throughout the forecast period.

### **Line 1.050 – State Reimbursement for Property Tax Credits**

This forecast assumes growth consistent with property tax revenue and current reimbursement practices, subject to future legislative changes.

### **Line 1.060 - All Other Revenue**

The residual components of other revenue encompass investment income, Medicaid reimbursements, and miscellaneous tuition payments. The performance of investment income is primarily contingent upon general fund cash balance and the federal funds rate, given the district's limitations on permissible investment products. Expectations for this forecast assume declining interest rates and decreasing cash balances. As a result, investment income is projected to decrease significantly over the forecast period.

## **Expenditures**

Salary and Benefits comprise nearly  $\frac{3}{4}$  of general fund expenditures.

### **Line 3.010 – Salaries**

The district recently ratified a 3-year contract with the teachers' union. This forecast incorporates steps and known base increases for each year of the forecast period.

### **Line 3.020 – Employees' Retirement/Insurance Benefits**

Retirement costs are expected to grow in alignment with salary increases. Health insurance expenses are expected to continue to grow above the rate of inflation with 8% in 2025, 6% for 2026 and 8% expected for the remainder of the forecast period.

### **Line 3.030 - Purchased Services**

Purchased Services are comprised primarily of tuition costs, utility, property, and transportation expenses, and other instructional and support services. Expenditures in this category are expected to increase over the forecast period due to continued inflationary pressures, rising utility costs, and an increased reliance on contracted services to meet the

needs of high-need students, particularly in the area of special education and related services.

**Line 3.040 - Supplies and Materials**

Supplies and Materials encompass a range of items including classroom supplies, computer supplies, textbooks, custodial supplies, and transportation supplies. Expenditures will fluctuate based on timing cycle of purchases for curriculum and Chromebooks.

**Line 4.300 - Other Objects**

Other Objects consists of auditor and treasurer fees, income tax collection fees, and ESC deductions. The audit costs also show up on this line item. Expenditures are expected to increase with inflation and contractual obligations.

**5.040 Total Other Financing Uses**

Operating transfers-out, advances out to other funds, and all other general fund financing uses make up this category. The district uses transfers out primarily for capital projects and related expenditures.