

**MCDONALD LOCAL SCHOOL DISTRICT BOARD OF EDUCATION
REGULAR MEETING
MONDAY, NOVEMBER 22, 2021 – 5:00 P.M.
M.H.S. LIBRARY
MCDONALD, OHIO 44437**

The McDonald Local School District Board of Education held a Regular Meeting on Monday, November 22, 2021, at 5:00 p.m., in the high school library and via McDonald Schools Facebook Live, 600 Iowa Avenue, McDonald, OH 44437.

The Regular Meeting was called to order at 5:00 p.m. by President John Saganich. Treasurer Megan Titus called the roll:

Roll Call:

Members Present: Joseph Cappuzzello, Thomas Hannon, Jody Klase,
Donna Shields, John Saganich

“Notice of this meeting was given in accordance with the provisions of Section 1.450 of the O.R.C. and the Ohio Administrative Procedures Act.”

Pledge of Allegiance

Res. 21-518 Approve agenda for Regular Meeting of November 22, 2021

Mr. Cappuzzello moved and Mrs. Klase seconded

Yeas: Cappuzzello, Klase, Hannon, Shields, Saganich

Nays: None

President declared motion carried

Res. 21-519 Approval of Board Minutes:

Regular Meeting – October 20, 2021

6905

Mr. Cappuzzello moved and Mrs. Klase seconded
Yeas: Cappuzzello, Klase, Hannon, Saganich
Obstain: Shields
Nays: None
President declared motion carried

Recognition of Visitors / Audience Participation - None

Old Business: any Old Business to bring before the Board -None

New Business:

A. Finance Committee – Joseph Cappuzzello, Chairperson

Res. 21-520 TREASURER’S FINANCIAL REPORT

Treasurer’s Financial Report: October, 2021

- a. Check Register
- b. Financial Summary
- c. Bank Reconciliation

Upon the recommendation of the district treasurer, I call for a motion to approve the above resolution.

Mr. Cappuzzello moved and Mrs. Klase seconded
Yeas: Cappuzzello, Klase, Hannon, Shields, Saganich
Nays: None
President declared motion carried

6906**Res. 21-521** DONATIONS

Resolution to accept the following donations:

DONOR	AMOUNT	FUND	PURPOSE
McDonald Sideliners	\$2,000	007-9907	McDonald Sideliners Scholarship donation.
Brian and Judith Fedyski	\$200	200-9088	Donation to golf team.
The McDonald Class of 2021	\$1,379.05	018-9115	Donation to the Student Outreach Program.
The McDonald Class of 2021	\$1,379.05	200-9222	Donation to the Class of 2022.
Boscov's	n/a	018-9115	Donation of 3 new boys winter coats to the Student Outreach Program. (estimated \$100 value)
Aldi	n/a	018-9115	Donation of gift cards totaling \$500 to the Student Outreach Program.

Upon the recommendation of the district treasurer, I call for a motion to approve the above resolution.

Mr. Cappuzzello moved and Mrs. Klase seconded

Yeas: Cappuzzello, Klase, Hannon, Shields, Saganich

Nays: None

President declared motion carried

Res. 21-522 FIVE-YEAR FORECAST

Resolution to approve the Fiscal Year 2022 Five-Year Forecast. (See Exhibit A)

Upon the recommendation of the district treasurer, I call for a motion to approve the above resolution.

Mr. Cappuzzello moved and Mrs. Klase seconded

Yeas: Cappuzzello, Klase, Hannon, Shields, Saganich

Nays: None

President declared motion carried

6907

Res. 21-523 NATURAL GAS PURCHASE PROGRAM

Resolution authorizing the execution and delivery of an amended and restated agreement regarding the natural gas purchase program in connection with the natural gas program of The Ohio Schools Council and authorizing and approving related matters. (See Exhibit B)

Upon the recommendation of the district treasurer, I call for a motion to approve the above resolution.

Mr. Cappuzzello moved and Mrs. Klase seconded

Yeas: Cappuzzello, Klase, Hannon, Shields, Saganich

Nays: None

President declared motion carried

C. Personnel Committee – Jody Klase, Chairperson

Res. 21-524 CLASSIFIED ONE (1) YEAR LIMITED CONTRACT

Resolution to hire Cindy Rae Stitt, as night-turn domestic, for the remainder of the 2021-2022 school year (effective date of November 23, 2021), pending BCII & FBI background checks. Salary is based on 4 hours per day, 201 days, at the rate of \$17.08 per hour (Step 0 of the negotiated OAPSE contract). Total contract is \$13,732.32.

Upon the recommendation of the district superintendent, I call for a motion to approve the above resolution.

Mrs. Klase moved and Mrs. Shields seconded

Yeas: Klase, Shields, Capuzzello, Hannon, Saganich

Nays: None

President declared motion carried

6908

Res. 21-525 PARENTAL LEAVE REQUEST

Resolution to approve a request for unpaid parental leave for Danica Ronghi from approximately March 1, 2022 through mid-January, 2023.

Upon the recommendation of the district superintendent, I call for a motion to approve the above resolution.

Mrs. Klase moved and Mrs. Shields seconded
Yeas: Klase, Shields, Capuzzello, Hannon, Saganich
Nays: None
President declared motion carried

Res. 21-526 RESIGNATION - LEARNING LOSS INSTRUCTOR

Resolution to accept the resignation of Tyler Cintron, as Learning Loss Instructor for McDonald High School, effective November 15, 2021.

Upon the recommendation of the district superintendent, I call for a motion to approve the above resolution.

Mrs. Klase moved and Mrs. Shields seconded
Yeas: Klase, Shields, Capuzzello, Hannon, Saganich
Nays: None
President declared motion carried

Res. 21-527 LEARNING LOSS INSTRUCTOR

Resolution to hire Sharon Rose, on a one (1) year limited contract, as High School Learning Loss Instructor, effective November 11, 2021 and for the remainder of the 2021/2022 school year, pending BCII & FBI background checks. Rate of pay is \$20.00 per hour, not to exceed 28.75 hours per week. This cost will be paid using ESSER 3 federal funding to address learning loss.

6909

Upon the recommendation of the district superintendent, I call for a motion to approve the above resolution.

Mrs. Klase moved and Mrs. Shields seconded
Yeas: Klase, Shields, Capuzzello, Hannon, Saganich
Nays: None
President declared motion carried

Res. 21-528 RESCIND SUPPLEMENTAL CONTRACT

Resolution to rescind the supplemental contract of Michael Kollar, as Asst. JV Girls Basketball Coach, in the amount of \$5,083, which was approved on October 20, 2021, Res. No. 21-511.

Upon the recommendation of the district superintendent, I call for a motion to approve the above resolution.

Mrs. Klase moved and Mrs. Shields seconded
Yeas: Klase, Shields, Capuzzello, Hannon, Saganich
Nays: None
President declared motion carried

Res. 21-529 SUPPLEMENTAL CONTRACTS – 2021/2022

Resolution to approve the following personnel on a one (1) year supplemental contract for the school year 2021/2022, pending BCII and FBI background checks, as well as ODE Pupil Activity Permit:

Michael Kollar – Co-Assistant JV Girls Basketball Coach, \$2,541.50;

Sara Joseph – Co-Assistant JV Girls Basketball Coach, \$2,541.50;

Louis Domitrovich – Boys Head Track Coach, \$5,865; and

Mary Domitrovich – Girls Head Track Coach, \$5,865.

6910

Upon the recommendation of the district superintendent, I call for a motion to approve the above resolution.

Mrs. Klase moved and Mrs. Shields seconded
Yeas: Klase, Shields, Capuzzello, Hannon, Saganich
Nays: None
President declared motion carried

Res. 21-530 CLASSIFIED ONE (1) YEAR LIMITED CONTRACT

Resolution to approve the following classified personnel on a one (1) year limited contract for the school year 2021/2022, pending BCII & FBI background checks:

Isiah Neely – Substitute Custodian/Substitute Domestic; and

Angela Bauman – Substitute Cook.

Upon the recommendation of the district superintendent, I call for a motion to approve the above resolution.

Mrs. Klase moved and Mrs. Shields seconded
Yeas: Klase, Shields, Capuzzello, Hannon, Saganich
Nays: None
President declared motion carried

D. Buildings and Grounds Committee – Thomas Hannon, Chairperson

Res. 21-531 ATHLETIC COMPLEX PHASE 1 CHANGE ORDER #4

Resolution to approve Change Order #4 for Phase 1 of the Athletic Complex Project. Estimated costs of this change order for the Woodford Excavating LLC contract are \$6,080.00 (See Exhibit C)

6911

Upon the recommendation of the district superintendent, I call for a motion to approve the above resolution.

Mr. Hannon moved and Mr. Cappuzzello seconded

Yeas: Hannon, Cappuzzello, Shields, Klase, Saganich

Nays: None

President declared motion carried

Res. 21-532 ATHLETIC COMPLEX PHASE 2 CHANGE ORDER #2

Resolution to approve Change Order #2 for Phase 2 of the Athletic Complex Project. Estimated costs of this change order for the Woodford Excavating LLC contract are \$4,875.00 (See Exhibit D)

Upon the recommendation of the district superintendent, I call for a motion to approve the above resolution.

Mr. Hannon moved and Mr. Cappuzzello seconded

Yeas: Hannon, Cappuzzello, Shields, Klase, Saganich

Nays: None

President declared motion carried

Res. 21-533 ADJOURNMENT

Mr. Cappuzzello moved and Mrs. Shields seconded to adjourn the Regular Meeting at 5:48 p.m.

Yeas: Cappuzzello, Shields, Hannon, Klase, Saganich

Nays: None

President declared motion carried

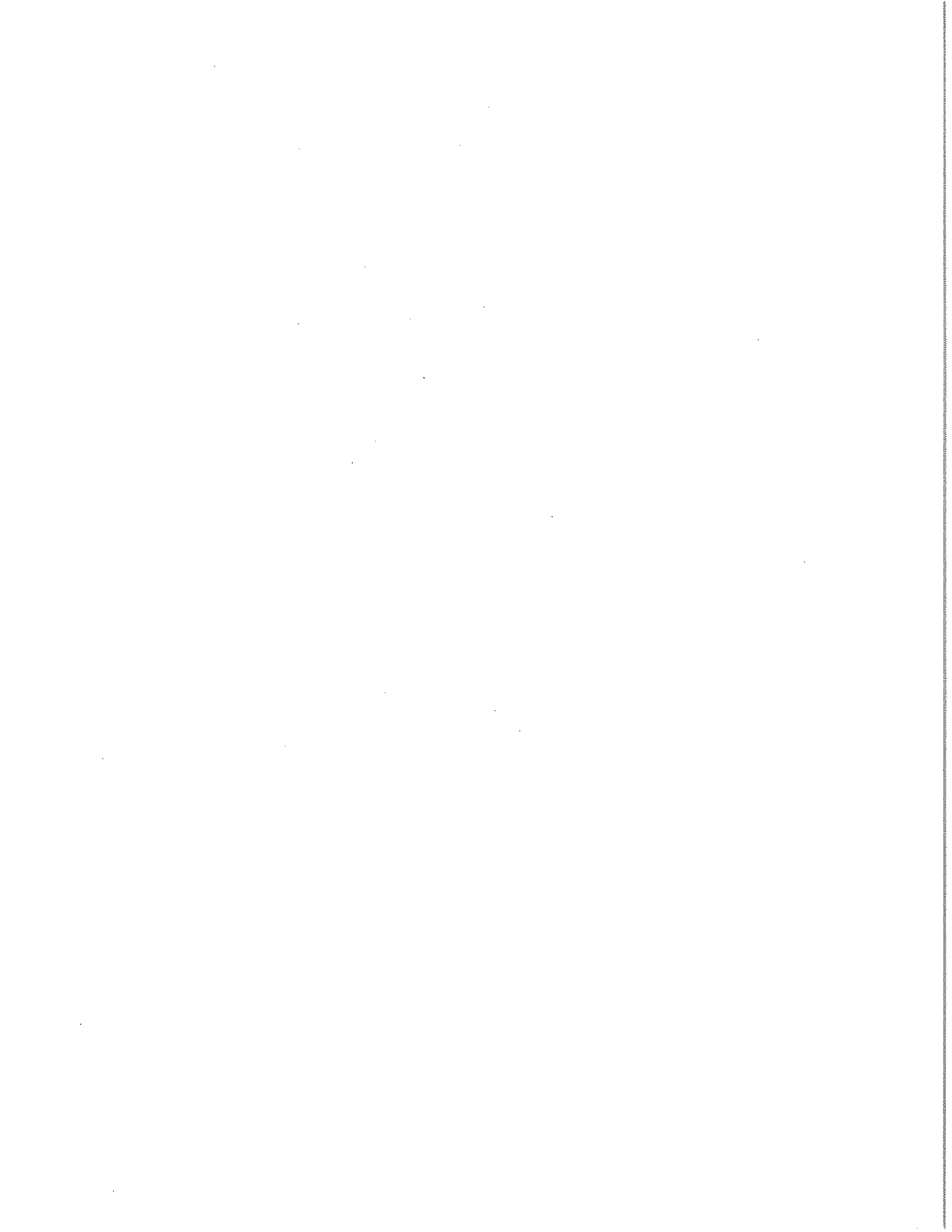
November 22, 2021
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6912

ATTEST:

PRESIDENT

TREASURER



MCDONALD LOCAL SCHOOL DISTRICT BOARD OF EDUCATION
REGULAR MEETING
MONDAY, NOVEMBER 22, 2021 – 5:00 P.M.
M.H.S. LIBRARY
MCDONALD, OHIO 44437

Visitors, please register.

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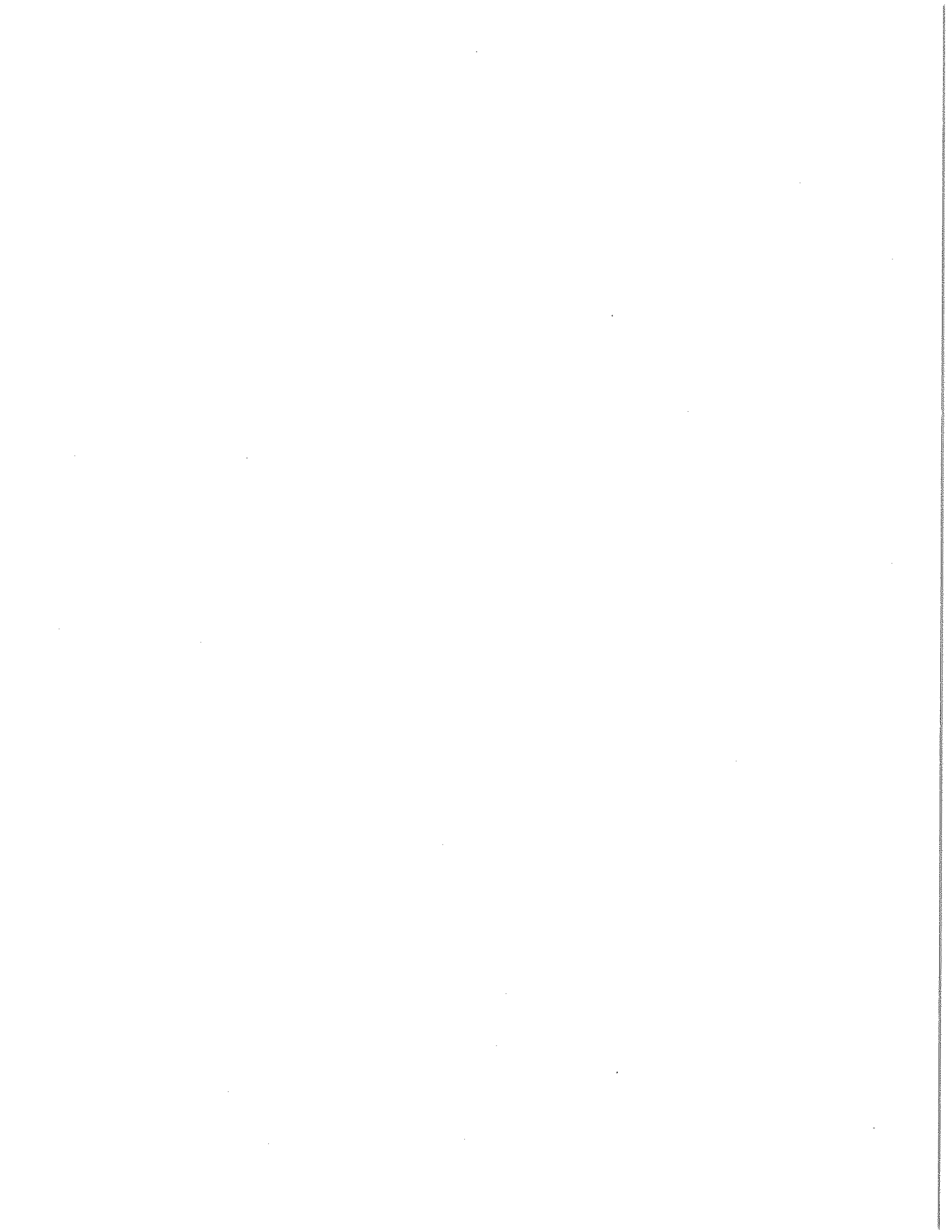
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MCDONALD

TRUMBULL

Schedule of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Years Ended June 30, 2019, 2020 and 2021 Actual;
Forecasted Fiscal Years Ending June 30, 2022 Through 2026

	Actual				Average Change	Forecasted				
	Fiscal Year 2019	Fiscal Year 2020	Fiscal Year 2021			Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024	Fiscal Year 2025	Fiscal Year 2026
Revenues										
1.010 General Property Tax (Real Estate)	\$1,219,525	\$1,419,418	\$1,475,014	10.2%	\$1,466,000	\$1,468,000	\$1,469,000	\$1,471,000	\$1,472,000	
1.020 Tangible Personal Property Tax										
1.030 Income Tax										
1.035 Unrestricted State Grants-in-Aid	5,424,971	5,350,158	5,390,489	-0.3%	6,394,400	6,610,000	6,620,000	6,629,000	6,638,000	
1.040 Restricted State Grants-in-Aid	31,221	48,401	32,254	10.8%	382,100	473,000	492,000	511,000	522,000	
1.045 Restricted Federal Grants-in-Aid - SFSF										
1.050 Property Tax Allocation	214,776	252,751	250,724	8.4%	250,000	248,000	245,000	243,000	240,000	
1.060 All Other Revenues	1,608,276	1,650,029	1,659,955	1.6%	76,000	76,000	77,000	77,000	77,000	
1.070 Total Revenues	8,498,769	8,720,757	8,808,436	1.8%	8,568,500	8,875,000	8,903,000	8,931,000	8,949,000	
Other Financing Sources										
2.010 Proceeds from Sale of Notes										
2.020 State Emergency Loans and Advancements (Appro										
2.040 Operating Transfers-In	21,725		6							
2.050 Advances-In										
2.060 All Other Financing Sources	10,824	4,449	2,574	-50.5%	285					
2.070 Total Other Financing Sources	32,549	4,449	2,580	-64.2%	285					
2.080 Total Revenues and Other Financing Sources	8,531,318	8,725,206	8,811,016	1.6%	8,568,785	8,875,000	8,903,000	8,931,000	8,949,000	
Expenditures										
3.010 Personal Services	4,611,968	4,772,874	4,934,674	3.4%	4,756,000	5,228,000	5,453,000	5,538,000	5,590,000	
3.020 Employees' Retirement/Insurance Benefits	1,769,482	1,685,939	1,796,858	0.9%	1,635,000	1,820,000	1,909,000	1,930,000	2,040,000	
3.030 Purchased Services	1,259,530	1,168,585	1,205,699	-2.0%	1,035,110	1,055,830	1,076,945	1,098,500	1,120,470	
3.040 Supplies and Materials	235,038	198,274	213,452	-4.0%	225,000	231,750	238,700	245,860	253,235	
3.050 Capital Outlay	2,483									
4.300 Other Objects	58,980	63,533	64,646	4.7%	65,000	66,300	67,625	68,975	70,355	
4.500 Total Expenditures	7,937,481	7,889,205	8,215,329	1.8%	7,716,110	8,401,880	8,745,270	8,881,335	9,074,060	
Other Financing Uses										
5.010 Operating Transfers-Out	229,480	443,984	575,000	61.5%	635,000	220,000	220,000	220,000	220,000	
5.020 Advances-Out										
5.030 All Other Financing Uses	533,108									
5.040 Total Other Financing Uses	762,588	443,984	575,000	-6.1%	635,000	220,000	220,000	220,000	220,000	
5.050 Total Expenditures and Other Financing Uses	8,700,069	8,333,189	8,790,329	0.6%	8,351,110	8,621,880	8,965,270	9,101,335	9,294,060	
6.010 Excess of Revenues and Other Financing Sources over (under) Expenditures and Other	168,751-	392,017	20,687	-213.5%	217,675	253,120	62,270-	170,335-	345,060-	
7.010 Cash Balance July 1 - Excluding Proposed Renewal/Replacement and New Levies	5,300,617	5,131,866	5,523,883	2.2%	5,544,570	5,762,245	6,015,365	5,953,095	5,782,760	
7.020 Cash Balance June 30	5,131,866	5,523,883	5,544,570	4.0%	5,762,245	6,015,365	5,953,095	5,782,760	5,437,700	
8.010 Estimated Encumbrances June 30	3,200	14,905	9,554	164.9%						
Fund Balance June 30 for Certification of										
10.010 Appropriations	5,128,666	5,508,978	5,535,016	3.9%	5,762,245	6,015,365	5,953,095	5,782,760	5,437,700	
12.010 Fund Balance June 30 for Certification of Contracts, Salary Schedules and Other Obligations	5,128,666	5,508,978	5,535,016	3.9%	5,762,245	6,015,365	5,953,095	5,782,760	5,437,700	
15.010 Unreserved Fund Balance June 30	5,128,666	5,508,978	5,535,016	3.9%	5,762,245	6,015,365	5,953,095	5,782,760	5,437,700	

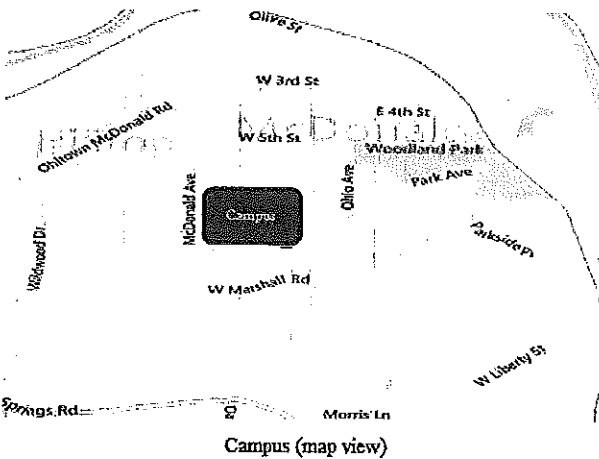
See accompanying summary of significant forecast assumptions and accounting policies

Includes: General fund, Emergency Levy fund, DPIA fund, Textbook fund and any portion of Debt Service fund related to General fund debt

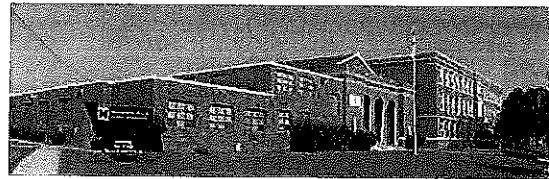
McDonald Local School District
 Trumbull County
 Summary of Significant Assumptions and Accounting Policies
 For the Fiscal Year Ending June 30, 2022

Note 1 – The School District

The McDonald Local School District is located in Trumbull County and encompasses all of the Village of McDonald and a portion of Weathersfield township. The School District is organized under Article VI, Sections 2 and 3, of the Constitution of the State of Ohio. The legislative power of the School District is vested in the Board of Education, consisting of five members elected at large for staggered four-year terms. The School District operates two instructional buildings on one campus to provide services to 723 students. Note that the student count for this forecast includes open enrollment-in students, court-placed students, and current students within the district attending school. The current student count has decreased by approximately 20 students from fiscal year 2021. District staff include 60 certified members (including teachers, Title I teachers, and administration staff) and 24 classified members (including classified union members, para-professional aids, and administration staff).



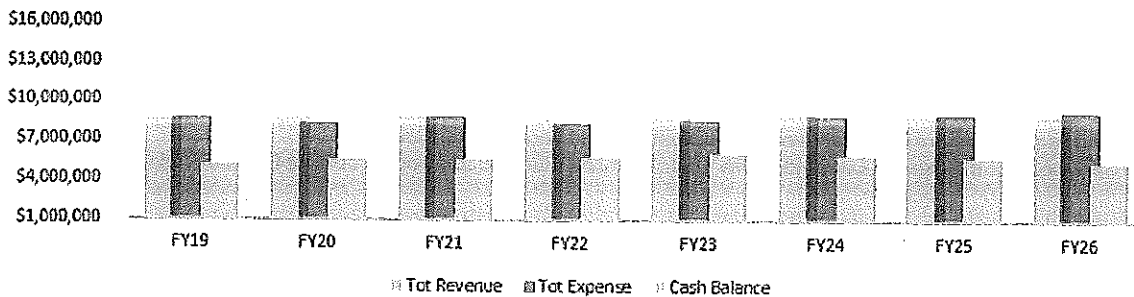
Roosevelt Elementary School



McDonald High School

Note 2 – Uncertain Nature of the Forecast

This forecast presents, to the best of the Board of Education's ability, the expected revenues, expenditures and balances of the operating funds. Accordingly, the forecast reflects the Board's judgment of the expected conditions and its planned course of action as of November 22, 2021, the adopted date of this forecast. The assumptions herein involve actions and influences of: the board of education, superintendent, students, governor, legislators, voters, consortiums, unions and various other stakeholders. **Differences** between the forecasted and actual results **are inevitable** because of the vast number of people involved.



McDonald Local School District
Trumbull County
Summary of Significant Assumptions and Accounting Policies
For the Fiscal Year Ending June 30, 2022

Note 3 – General Operating Assumptions

The McDonald Local School District will continue to operate in accordance with its adopted school calendar and pay all obligations. The forecast contains those expenditures deemed necessary to provide high quality yet affordable educational programs aligned with state and local objectives for students.

Note 4 – Capital Expense Policies and Procedures

Continuous upkeep and maintenance of the high school and elementary buildings is a significant challenge and can prove to be very costly. Revenues for capital expenditures are generated from the following sources: OSFC Maintenance levy, Half Mill Equalization payments, Replacement Fund, and a Permanent Improvement levy. Note that these revenues are categorized separately from the General Fund.

OSFC Maintenance and Bond Levies:

The OSFC Maintenance levy generates 0.5 mills. During tax year 2021 (collection year 2022), this levy and the Bond levy will expire. Final payments will be received by the District in September 2022.

Replacement Fund:

The Board transfers \$180,000 from the General Fund to the Replacement Fund on an annual basis. This is done in order to manage on-going capital needs and facilitate repairs to district property. Beginning in fiscal year 2021 and forward, the Board will transfer an additional \$20,000 each year in order to prepare for future replacement/upkeep costs of the new artificial turf field at the athletic complex.

Permanent Improvement Levy:

The Permanent Improvement Levy generates 4.3 mills and will continue until 2024.

Athletic Field Replacement Fund:

A separate Athletic Field Replacement fund was established specifically for the new athletic complex construction, located on 2nd Street in McDonald. The board appropriated \$2,600,000 for the project by transferring this amount out of the General Fund. Note that this balance is currently being collected from an Emergency Levy which generates \$260,000 per year. Future estimated costs for this athletic complex have been incorporated into the table on page 4.

At the end of fiscal year 2021, the Board transferred \$325,000 into the Athletic Field Replacement Fund in order to cover expenses related to the new athletic complex.

The board expects to transfer approximately \$400,000 into the Athletic Field Replacement fund during fiscal year 2022.

Included in the table on the next page are the actual receipts and expenses incurred for which all permanent improvement funds were used historically. The district accomplished numerous improvements to the district and made progress with the new athletic complex project.

McDonald Local School District
 Trumbull County
 Summary of Significant Assumptions and Accounting Policies
 For the Fiscal Year Ending June 30, 2022

HISTORICAL 3 YEARS - Permanent Improvements

	ACTUAL FY19	ACTUAL FY20	ACTUAL FY21
Beginning Cash Balance - PI Funds	3,328,127	3,076,544	3,085,963
REVENUES:			
OSFC Maintenance (034 0000)	22,673	22,861	23,308
Half Mill Equalization (034 0000)	25,750	24,819	25,751
Replacement Fund (005 0000)	180,000	180,000	200,000
Permanent Imp (003 9015)	196,715	226,495	230,629
Athletic Field Replace (005 9016)	-	226,991	356,500
	COMPLETED: Renewed and extended expiring 4.3 mill PI levy.		
TOTAL REVENUE	425,138	681,166	836,188
ACTUAL EXPENDITURES:			
Technology Improvements	55,186	-	-
HVAC Expenses	-	-	14,783
Exterior projects at HS	-	-	22,029
Repair of flooding garage at HS	-	-	14,900
Stage Rigging	41,877	-	-
Security Cameras & Window Film at HS	135,780	-	-
Masonry Repair at HS	58,800	-	-
Boiler Repairs	48,529	45,495	-
ES Cafeteria Table Replacement	8,308	-	9,083
ES Playground - drainage & upgrades	-	34,030	-
Security Cameras at ES	-	17,365	-
Roof Maintenance/Repairs at HS	-	60,692	5,870
LED Lighting Project at HS	-	178,413	-
Controls Upgrade Project at HS	-	44,713	9,693
Exterior LED Lighting at ES	-	4,694	-
Reading & Writing Textbooks for HS	-	40,618	-
Permanent Fixtures for Volleyball	-	9,222	-
Chromebook and iPad purchases	-	40,623	-
Repairs to Buses	-	8,500	-
Cost for lighting at new Athletic Complex	-	-	139,950
Athletic Complex Expenses (actual)	229,420	161,896	1,784,838
Other Miscellaneous Expenses	98,821	25,486	25,180
TOTAL EXPENDITURES	676,721	671,747	2,026,326
Ending Cash Balance - PI Funds	3,076,544	3,085,963	1,895,825

McDonald Local School District
 Trumbull County
 Summary of Significant Assumptions and Accounting Policies
 For the Fiscal Year Ending June 30, 2022

Included in the table below are the forecasted receipts and expenses for fiscal years 2022 through 2026, for which all permanent improvement funds are expected to be used.

Financial Model (FORECASTED) - Permanent Improvements

	FORECAST FY22	FORECAST FY23	FORECAST FY24	FORECAST FY25	FORECAST FY26
Beginning Cash Balance - PI Funds	1,895,825	1,424,326	875,526	1,147,252	1,293,978
FORECASTED REVENUES:					
OSFC Maintenance (034 0000)	22,988	8,974	-	-	-
Half Mill Equalization (034 0000)	25,750	12,500	-	-	-
Replacement Fund (005 0000)	200,000	200,000	200,000	200,000	200,000
Permanent Imp (003 9015)	230,000	224,226	224,226	99,226	-
Athletic Field Replace (005 9016)	510,000	15,500	7,500	7,500	7,500
			(Note 1) Debt Service levy expires along with the OSFC Maintenance levy. Final payment from OSFC Maintenance levy is expected to be received in September 2022.	(Note 2) PI levy expires in collection year 2024 and final collections will be in FY2025. In order to renew this levy, would need approved by voters by the November 2024 election.	
TOTAL REVENUE	988,738	461,200	431,726	306,726	207,500
FORECASTED EXPENDITURES:					
Technology Improvements	50,000	50,000	50,000	50,000	50,000
High School Improvements & Repairs	30,000	30,000	30,000	30,000	30,000
Elementary School Improvements & Repairs	30,000	30,000	30,000	30,000	30,000
Other Miscellaneous Expenses	60,495	50,000	50,000	50,000	50,000
Athletic Complex - PHASE 1	189,207	-	-	-	-
Athletic Complex - PHASE 2	840,180	-	-	-	-
Athletic Complex - PHASE 3	-	850,000	-	-	-
Athletic Complex - Lighting Package	210,355	-	-	-	-
Engineer Project Cost	50,000	-	-	-	-
TOTAL EXPENDITURES	1,460,237	1,010,000	160,000	160,000	160,000
Ending Cash Balance - PI Funds	1,424,326	875,526	1,147,252	1,293,978	1,341,478

McDonald Local School District
 Trumbull County
 Summary of Significant Assumptions and Accounting Policies
 For the Fiscal Year Ending June 30, 2022

Note 5 – Significant Assumptions for Revenues and Other Financing Sources

General and Tangible Personal Property Taxes

The property tax revenues for the district are realized from the following levies:

Tax Levies	Year Approved/ Renewed	First Calendar Year of Collection	Last Calendar Year of Collection	Full Tax Rate (Per \$1,000 of Assessed Valuation)
Inside Ten Mill Limitation (Unvoted)	n/a	n/a	n/a	\$5.10
Continuing Operating	1976	n/a	n/a	30.80
Continuing Operating	1980	n/a	n/a	6.00
Emergency (\$200,147)	2018	2019	2028	3.75
Emergency (\$260,000)	2016	2017	2026	4.85
Total Operating Tax Rate				\$50.50
Bond	1999	1999	2022	\$2.90
OSFC Maintenance	1999	1999	2022	0.50
Permanent Improvement	2019	2020	2024	4.30
Total Non-Operating Tax Rate				\$7.70
TOTAL TAX RATE				\$58.20

Depicted in the table above are taxes categorized by operating and non-operating levies. Operating levies currently consist of 5.1 inside mills along with two continuing levies (30.8 mills and 6 mills) and two Emergency levies (one of \$200,147 and one of \$260,000).

Non-operating levies consist of two required levies and one voluntary levy. The required bond levy was passed in 1999 to renovate our high school and build a new elementary school. It is currently collecting at 2.90 mills to service our principal and interest payment. The second required levy is the OSFC Maintenance Levy, which is set by the State at 0.5 mills to provide maintenance on the OSFC buildings. Because our valuation is so low, the District also receives a \$25,000 equalization payment from the State into that fund. The lone voluntary levy is a 4.3 mill Permanent Improvement levy, which was renewed in May 2019 for an additional five years.

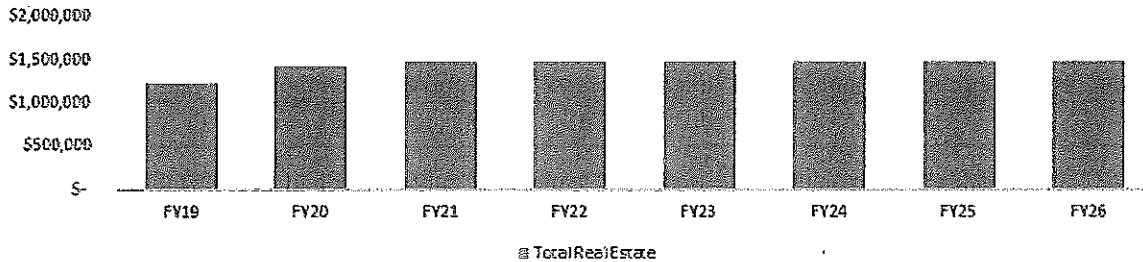
Line 1.010 General Property Tax

General property tax revenue includes real estate taxes, public utility property taxes and manufactured home taxes. The forecasted total balance of general property tax and property tax allocation for fiscal year 2022 is based on reporting provided to the district from the Trumbull County Auditor.

The first (\$260,000) emergency levy resumed collection effective for calendar year 2019. Collections will continue until calendar year 2026. The second (\$200,147) emergency levy was renewed in May 2018 and collections began in calendar 2019 for a ten-year period. The assumption that active levies fail at the end of their lifetime (line 1.010) is added back in (line 11.020) to allow certification of contracts.

McDonald Local School District
 Trumbull County
 Summary of Significant Assumptions and Accounting Policies
 For the Fiscal Year Ending June 30, 2022

Total Real Estate



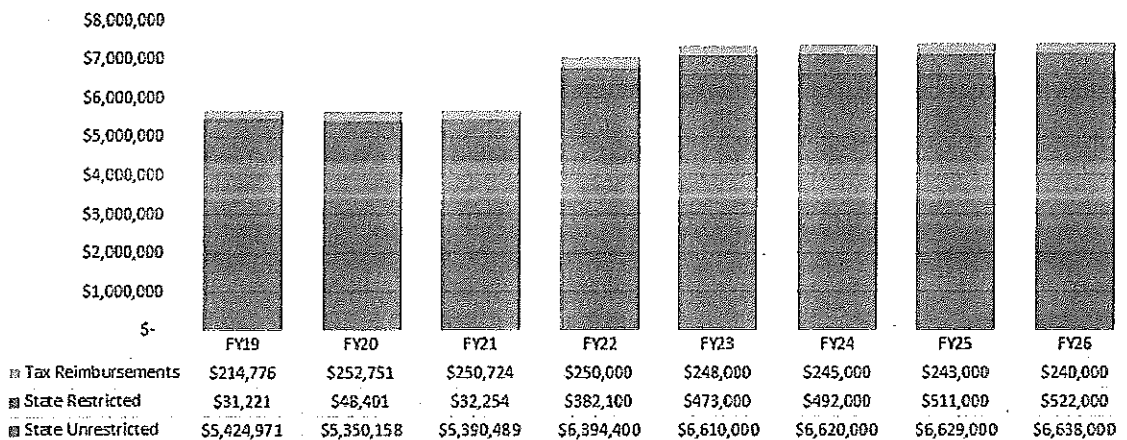
Line 1.035 Unrestricted Grants-in-Aid

Unrestricted Aid is generated from two casino payments each fiscal year, as well as Foundation Funding. The district received the first casino payment in August 2021 in the amount of \$21,482. Typically, the district receives payments ranging from \$18,000 to \$20,000. The second payment will be received in January 2022.

Effective for fiscal year 2022, Foundation Funding from the State of Ohio will be funded using a direct funding model. Under this new model, community school, STEM school and scholarship funding will be directly funded by the State of Ohio to the respective schools. This means that schools will be funded for the students they are educating. Historically, the amounts related to students who were residents of the school district were funded to the district who, in turn, made the payment to the respective school. The new funding system calculates a unique base cost and a unique “per-pupil local capacity amount” for each school district. The district’s state core foundation funding is then calculated. Any change in funding will be subject to a phase in percentage of 16.67% for fiscal year 2022 and 33.33% for fiscal year 2023.

Foundation payments received from July to November 2021 have been based on the previous funding formula. The delayed implementation of the new Foundation funding model is now expected to take place in December 2021. The amounts included in this forecast for unrestricted grants-in-aid are estimates based on the new funding formula. Differences between the forecasted and actual results are inevitable.

STATE FUNDING



McDonald Local School District
 Trumbull County
 Summary of Significant Assumptions and Accounting Policies
 For the Fiscal Year Ending June 30, 2022

Line 1.040 Restricted Grants-in-Aid

Beginning in fiscal year 2022 with the new Foundation Funding formula, restricted grants-in-aid includes career tech money, support for McDonald's disadvantaged students, and Student Wellness and Success funding. Because of this change, there is a large increase in the forecasted amounts for restricted grants-in-aid.

Career Tech Students are educated by the associated Trumbull County Career and Technical Center located in Warren. A separate 2.4 mill levy is imposed on the McDonald taxpayers and other member districts to allow for this educational choice.

The total allocation for Student Wellness and Success Funding is unknown for our district. This forecast includes estimates of this restricted funding in each year, ranging from \$305,000 to \$375,000 each year.

Line 1.050 Property Tax Allocation

Property tax allocation revenues consisted of the following for fiscal years 2017 through 2021:

<u>Revenue Sources</u>	<u>Actual Fiscal Year 2017</u>	<u>Actual Fiscal Year 2018</u>	<u>Actual Fiscal Year 2019</u>	<u>Actual Fiscal Year 2020</u>	<u>Actual Fiscal Year 2021</u>
Homestead and Rollback	\$266,815	\$216,537	\$214,776	\$252,751	\$250,724

Homestead and Rollback are currently being phased out since new levies will not have this State reimbursement. Since homestead and rollback are directly proportional to the General Property Tax line, it is assumed that they function proportional to the Real Estate revenue. Note that there were decreased amounts of Homestead and Rollback received in fiscal years 2018 and 2019. This was because the district suspended collection for an emergency levy for a time period. Fiscal years 2020 and forward reflect the complete resumed collections.

Line 1.060 All Other Revenues

Prior to fiscal year 2022, all other revenues included open-enrollment-in, interest income, and a few other items. Effective with the new Foundation Funding formula, open-enrollment-in amounts are now classified on line 1.035 Unrestricted Grants-In-Aid. Because of this change, there is a large decrease in line 1.060 All Other Revenues for each forecasted year.

All other revenues consisted of the following for fiscal years 2017 through 2021:

<u></u>	<u>Actual Fiscal Year 2017</u>	<u>Actual Fiscal Year 2018</u>	<u>Actual Fiscal Year 2019</u>	<u>Actual Fiscal Year 2020</u>	<u>Actual Fiscal Year 2021</u>
Open Enrollment Tuition	\$1,330,400	\$1,347,631	\$1,367,151	\$1,492,285	\$1,481,954
Interest	50,476	120,462	190,051	124,993	15,222
Student Class Fees	15,220	15,469	14,967	14,448	12,279
Ohio BWC Dividend	0	0	0	0	116,181
Other	20,767	26,873	36,107	18,303	34,319
Totals	\$1,416,863	\$1,510,435	\$1,608,276	\$1,650,029	\$1,659,955

McDonald Local School District
 Trumbull County
 Summary of Significant Assumptions and Accounting Policies
 For the Fiscal Year Ending June 30, 2022

Note 6 – Significant Assumptions for Expenditures and Other Financing Uses

Line 3.010 Personal Services

Personal services expenditures represent the salaries and wages paid to certified, classified and administrative staff, substitutes, tutors and board members. In addition to regular salaries, it includes payment for supplemental contracts and severance pay. All salaries are set by the Board of Education.

Staffing levels for the last five fiscal years are displayed in the chart below.

	2017	2018	2019	2020	2021
General Fund:					
Certified	54	56	57	59	59
Classified	22	21	21	22	22
Total General Fund	<u>76</u>	<u>77</u>	<u>78</u>	<u>81</u>	<u>81</u>
Other Funds:					
Certified	5	5	5	3	4
Classified	6	5	4	4	2
Total Other Funds	<u>11</u>	<u>10</u>	<u>9</u>	<u>7</u>	<u>6</u>
Totals	<u>87</u>	<u>87</u>	<u>87</u>	<u>88</u>	<u>87</u>

Certified (teaching) staff salaries and Classified salaries are based on their respective negotiated contracts which include step increases and educational incentives. Each of these current contracts expires on August 31, 2022.

Presented in the chart below is a comparison of salaries and wages for fiscal years 2017 through 2021.

	Actual Fiscal Year 2017	Actual Fiscal Year 2018	Actual Fiscal Year 2019	Actual Fiscal Year 2020	Actual Fiscal Year 2021
Certified Salaries	\$3,232,499	\$3,492,302	\$3,680,050	\$3,823,523	\$3,947,218
Classified Salaries	561,114	585,555	604,946	623,285	652,552
Substitute Salaries	122,002	120,036	89,865	72,754	65,712
Overtime	10,912	13,191	12,589	13,224	21,719
Supplemental Contracts	170,956	174,969	180,024	192,843	225,561
Severance Pay and Early Retirement Incentives	10,181	0	28,388	25,933	0
Insurance Incentive	8,281	9,442	10,806	14,772	14,772
Other Salaries and Wages	5,300	5,400	5,300	6,540	7,140
Totals	<u>\$4,121,245</u>	<u>\$4,400,895</u>	<u>\$4,611,968</u>	<u>\$4,772,874</u>	<u>\$4,934,674</u>
Ratio of Salaries to Total Revenue (line 2.080)	48.2%	52.2%	54.1%	54.7%	56.0%

There is a forecasted decrease in line 3.010 Personal Services for fiscal year 2022, due to the district paying certain salaries using federal funding instead of general fund dollars.

McDonald Local School District
 Trumbull County
 Summary of Significant Assumptions and Accounting Policies
 For the Fiscal Year Ending June 30, 2022

Line 3.020 Employees' Retirement/Insurance Benefits

Employees' retirement and insurance benefits include employer contributions to the State pension systems, health care, Medicare, workers' compensation, and other benefits arising from the negotiated agreements.

There is a forecasted decrease in line 3.020 Employees' Retirement/Insurance Benefits for fiscal year 2022, due to the district paying certain benefits using federal funding instead of general fund dollars.

Retirement and Medicare fluctuate proportionally with salaries and therefore are expected to increase during fiscal year 2023 and beyond. Enrollment in the health care plan has increased, which will cause an increase in benefit costs. Note that during fiscal year 2020, the medical insurance plans were restructured in order to incorporate 4 tiers for coverage offerings, allowing the district to see slight cost savings for fiscal year 2020.

The certified (teacher) negotiated contract includes a tuition reimbursement feature. For fiscal years 2017 through 2019 there was a cap of \$10,000 (per year) for this reimbursement. Beginning in fiscal year 2020, the tuition reimbursement feature was enhanced to provide additional reimbursement options for teachers. As such the district anticipates increases in this cost for future years.

Presented in the chart below is a comparison of the past five fiscal years:

	Actual Fiscal Year 2017	Actual Fiscal Year 2018	Actual Fiscal Year 2019	Actual Fiscal Year 2020	Actual Fiscal Year 2021
Employer's Retirement	\$578,621	\$662,156	\$705,363	\$680,392	\$776,401
Health Care/Dental/Vision/Life	758,136	869,327	986,961	938,575	942,654
Workers' Compensation	56,092	4,673	-3,844	-39,067	-7,107
Medicare	64,734	66,151	65,210	66,315	68,694
Unemployment	0	0	5,792	2,968	6,216
Tuition Reimbursement	10,000	10,000	10,000	36,756	10,000
Totals	\$1,467,583	\$1,612,307	\$1,769,482	\$1,685,939	\$1,796,858
Ratio of Benefits to Total Revenue (line 2.080)	17.2%	19.1%	20.7%	19.3%	20.4%

McDonald Local School District
 Trumbull County
 Summary of Significant Assumptions and Accounting Policies
 For the Fiscal Year Ending June 30, 2022

Line 3.030 Purchased Services

Presented in the table below is a comparison of purchased service expenditures for the past five fiscal years.

	Actual Fiscal Year 2017	Actual Fiscal Year 2018	Actual Fiscal Year 2019	Actual Fiscal Year 2020	Actual Fiscal Year 2021
Professional and Technical Services	\$127,295	\$133,334	\$155,740	\$155,347	\$214,961
Property Services (police, alarms, etc.)	151,678	149,690	141,501	167,090	138,635
Travel and Meeting Expenses	13,731	12,732	23,409	13,823	6,133
Communication Costs	12,083	17,289	15,460	14,713	12,616
Utility Services	147,833	152,445	165,715	141,660	147,704
Tuition and Other Similar Payments	518,996	696,981	687,969	616,322	620,951
Pupil Transportation	56,175	70,438	69,736	59,630	42,760
Other Purchased Services	0	0	0	0	21,939
Totals	\$1,027,791	\$1,232,909	\$1,259,530	\$1,168,585	\$1,205,699

For fiscal year 2022, there is an expected decrease in certain purchased services in response to the new Foundation Funding formula. Certain costs related to open-enrollment-out, community school transfers, and scholarship transfers will no longer be incurred by the district.

Line 3.040 Supplies and Materials

Presented below are the supplies and materials expenditures for the past five fiscal years.

	Actual Fiscal Year 2017	Actual Fiscal Year 2018	Actual Fiscal Year 2019	Actual Fiscal Year 2020	Actual Fiscal Year 2021
General Supplies, Technology Supplies, Library Books and Periodicals	\$83,740	\$100,514	\$91,431	\$95,332	\$116,168
Operations, Maintenance and Repair	62,661	69,431	89,666	61,255	71,856
Textbooks	33,488	41,974	53,941	41,687	25,428
Totals	\$179,889	\$211,919	\$235,038	\$198,274	\$213,452

As shown above, costs for supplies and materials have steadily increased between 2017 and 2019. Due to the timing of the COVID-19 pandemic, the district incurred decreased expenses for supplies and materials in fiscal year 2020. In addition, the district was able to use federal funding for certain qualified purchases of supplies and materials in fiscal year 2020.

Line 3.050 Capital Outlay

The district has developed a strategy that removes capital expenditures from the general fund. These expenditures are handled by a combination of the following: (1) Permanent Improvement Levy; (2) OSFC Maintenance Fund; and (3) Replacement Fund that is funded by the Board of Education at \$200,000 per year through the General Fund. Additionally, a separate "Athletic Field" replacement fund will provide for the replacement of our athletic facilities. See Note 4 on page 2 for further detail.

McDonald Local School District
 Trumbull County
 Summary of Significant Assumptions and Accounting Policies
 For the Fiscal Year Ending June 30, 2022

Line 4.300 Other Objects

Other objects can vary significantly from year to year. Other objects have been forecasted to increase moderately for fiscal years 2022 to 2026.

Line 5.010 Operating Transfers-Out

The transfers-out line for fiscal year 2021 included the following: \$50,000 transfer-out to the Athletics Fund, \$325,000 transfer-out to the Athletic Complex Fund, and \$200,000 transfer-out to the District Replacement Fund.

Listed below are the amounts *forecasted* to be transferred-out during fiscal years 2022 through 2026 to the District Replacement Fund and also to cover negative fund balances:

	Actual Fiscal Year 2022	Actual Fiscal Year 2023	Actual Fiscal Year 2024	Actual Fiscal Year 2025	Actual Fiscal Year 2026
District Replacement Fund	\$200,000	\$200,000	\$200,000	\$200,000	\$200,000
Athletics Fund	35,000	20,000	20,000	20,000	20,000
Athletic Complex Fund	400,000	0	0	0	0
Totals	\$635,000	\$220,000	\$220,000	\$220,000	\$220,000

Line 5.020 Operating Advances-Out

Funds previously requiring advances have been managed more closely in recent years. As such, no advances are anticipated.

Line 11.020 Property Tax – Renewal or Replacement

Though it is required that the district remove tax levy renewals from the main body of the forecast document, the amounts removed are added back here each year in order to allow for certification of long-term contracts. The balance reflected on this line assumes expiring temporary levies will renew. Note that there are no levies expiring or up for renewal during this forecast period of fiscal years 2022 through 2026 that would be reported in the forecast (i.e. general and emergency fund levies).

BOARD OF EDUCATION
McDONALD LOCAL SCHOOL DISTRICT
COUNTY OF TRUMBULL, OHIO

Following is an excerpt from the minutes of a meeting of the Board of Education duly held on November 22, 2021 at five o'clock p.m. at the M.H.S. Library, with the following members present (list members in attendance):

MR. CAPPUZZELLO, MR. HANNON, MRS. KLASE, MRS. SHIELDS, MR. SAGANICH

Member MR. CAPUZZELLO moved, seconded by member MRS. KLASE that the following Resolution be adopted:

RESOLUTION NO. 21-523

AUTHORIZING THE EXECUTION AND DELIVERY OF AN AMENDED AND RESTATED AGREEMENT REGARDING THE NATURAL GAS PURCHASE PROGRAM IN CONNECTION WITH THE NATURAL GAS PROGRAM OF THE OHIO SCHOOLS COUNCIL AND AUTHORIZING AND APPROVING RELATED MATTERS.

WHEREAS, the boards of education of certain school districts located in Ohio, including the board of education of this School District (the "District") have established the Ohio Schools Council as a regional council of governments, pursuant to Revised Code Chapter 167 ("Council"), for the purpose of carrying out a cooperative program for the purchase of natural gas, carrying out cooperative purchase programs and promoting cooperative arrangements and agreements among its member school districts and government agencies or private persons; and

WHEREAS, pursuant to the Agreement Regarding the Natural Gas Purchase Program, the Council has undertaken and operated a program on a cooperative basis for the purchase of natural gas on behalf of its members of the Council and others whose governing Boards approved participation in the natural gas purchase program under the terms of that Agreement; and

WHEREAS, the Council has determined to secure a firm supply of natural gas through a prepaid purchase of natural gas for participating boards of education under contractual terms favorable to such participating boards, including but not limited to, financial security to assure performance and to undertake and operate a program on a cooperative basis for the purchase of natural gas pursuant to such arrangements (the "Program"); and

WHEREAS, the Board of Education (the "Board") of the District wishes to participate in the Program and now desires to authorize the execution and delivery by the District of an Amended and Restated Agreement Regarding the Natural Gas Purchase Program between the Council or its designee, and the District (the "Program Agreement"), pursuant to which the District, along with members of the Council and certain others (the "Participants"), will purchase substantially all of the natural gas it uses for participating school facilities through the Program and will share the administrative and operating costs of the Council in establishing, operating and administering the Program; and

WHEREAS, the Program Agreement provides that each participating school district will make monthly payments to the Council or its designee and that the rights in such payments will be assigned to a trustee authorized to exercise trust powers under Ohio law (the "Trustee") under the terms of a trust agreement to be entered into between the Council, or its designee, and the Trustee in (the "Trust Agreement"); and

WHEREAS, the Program provides for the Council to assist in arranging for the issuance and sale of securities the proceeds of which will be used to prepay for a firm long-term supply of natural gas, and debt service payments associated with such securities will be paid, in part from the gas purchase payments by participating school districts which have been assigned to the Trustee pursuant to the Trust Agreement;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF EDUCATION OF THE McDONALD LOCAL SCHOOL DISTRICT, COUNTY OF TRUMBULL, STATE OF OHIO, as follows:

Section 1. The Board authorizes and directs the Treasurer to execute and deliver, in the name of the District and on its behalf, the Program Agreement, substantially in the form now on file with this Board, with any changes that are not inconsistent with this resolution and that may be acceptable to the Treasurer whose acceptance shall be conclusively evidenced by the execution of such document by the Treasurer.

Section 2. The Treasurer is authorized and directed to take any and all actions necessary or proper in connection with the Program and to carry out the actions contemplated by the Program Agreement, including, without limitation, the preparation, execution and delivery of such other documents, certificates and agreements as may be necessary or proper to the above-stated purposes or other agreements not inconsistent with this Resolution or as may be required by the Ohio Revised Code to set forth assurances and representations with respect to the District's ability to meet its obligations under the Program Agreement.

Section 3. Following execution on behalf of this Board of the Program Agreement, the Treasurer is authorized and directed to make monthly payments to the Fiscal Agent of the

Council or its designee in accordance with the terms of such Program Agreement. The Fiscal Agent of the Council is hereby appointed to act as payment servicer for natural gas purchased by the District pursuant to the Program Agreement and report to this Board concerning all payments made on behalf of this Board under the Agreement.

Section 4. The Board of Directors of the Council is hereby authorized to establish additional procedures which are not inconsistent with the Program Agreement and are not substantially adverse to the interests of the District and which it determines are necessary to implement the Program, including procedures to be followed by this Board in the determination of amounts of, and payments for, this District's natural gas requirements and to enter into cooperative agreements with other Participants, including, the Bay Area Council of Governments and Lake Erie Regional Council of Governments, to assist in implementing the Program.

Section 5. Monies adequate to pay amounts due under the Program Agreement for the fiscal year ending June 30, 2022 are hereby appropriated for that purpose.

Section 6. The Board expressly acknowledges that it is the intention of the Council to assist in arranging for the Trustee and Seasingood & Mayer, Cincinnati, Ohio (the Underwriter) to structure and complete the issuance, sale to others and public underwriting of the securities to be used to prepay a firm long-term supply of natural gas, to be repaid, in part by the District as set forth in the Program Agreement and, to the extent required by the Ohio Revised Code, the Board hereby approves the Council's actions in assisting in arranging for such issuance and sale.

Section 7. It is hereby found and determined that all formal actions of the Board concerning and relating to the adoption of this resolution were adopted in an open meeting of the Board, and that all deliberations of the Board and of any of its committees that resulted in such formal action, were in meetings open to the public, in compliance with all legal requirements including Section 121.22 of the Ohio Revised Code.

After discussion, a roll call vote was taken and the results were:

Voting Aye: CAPPUZZENLO, KLASE, HANNON, SHIELDS, SAGANICH

Voting Nay: NONE

The Resolution was adopted.

BOARD OF EDUCATION,
McDONALD LOCAL SCHOOL DISTRICT
TRUMBULL COUNTY, OHIO

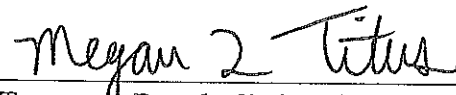
Megan Titus
Treasurer

Attest: John M. Hughes

CERTIFICATE OF DISTRICT TREASURER

The undersigned hereby certifies that the Resolution to which this Certificate is attached was adopted at a duly convened meeting of the Board of Education of the School District held in an open session on November 22, 2021.

Dated: November 22, 2021



Treasurer, Board of Education,
McDonald Local School District
Trumbull County, Ohio

Estimate

Woodford Excavating LLC
 701 Diehl South Rd.
 Leavittsburg, Ohio 44430
 330-395-3478 office
 330-507-9794 cell
 330-898-0298 fax

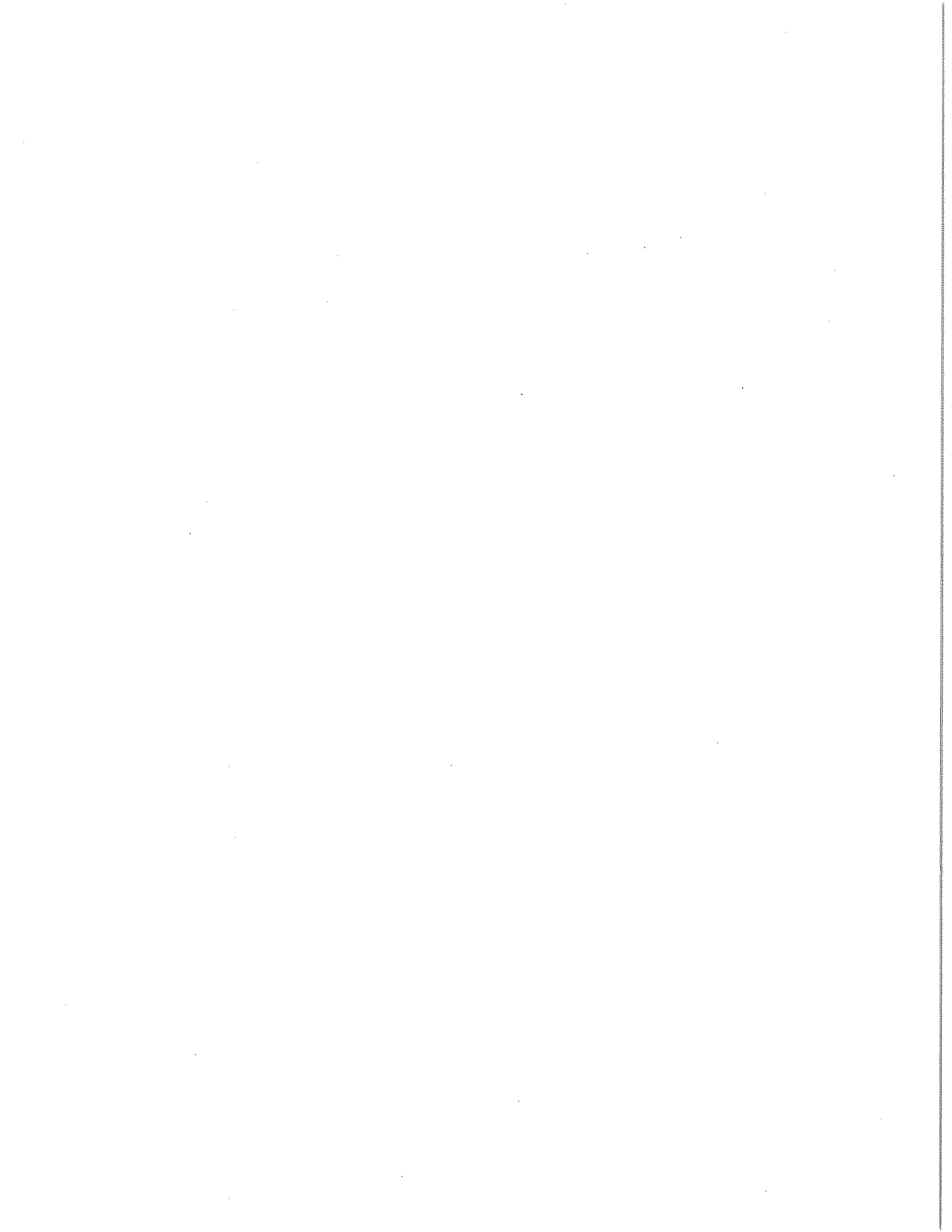


Date	Estimate #
10/7/2021	2087

Name / Address
McDonald Local Schools 600 Iowa Avenue McDonald, OH 44437

Ship To
Track Surfacing Change Orders

Description	Rate	Qty	Total
Cleaning / Pressure Washing to asphalt track surface: Surface was contaminated due to winter weather and additional dust and debris accumulated during delay in surfacing. Surface was set to install in 2020 but design changes forced the delay to 2021.	1,600.00	1	1,600.00
Additional Labor for track surface installation over slot drain. Slot drain design deviated from original plan detail as bid. Price does not include material.	1,980.00	1	1,980.00
Cover surface of long jump pit curb with polyurethane track surface material at the direction of the school.	1,500.00	1	1,500.00
Additional Material Procurement Cost: Raw material for track surface was procured direct from the manufacturer. This was necessary due to time constraints and product availability from the original selected supplier.	1,000.00	1	1,000.00
Total			\$6,080.00



Woodford Excavating LLC
 701 Diehl South Rd.
 Leavittsburg, Ohio 44430
 330-395-3478 office
 330-507-9794 cell
 330-898-0298 fax

Estimate



Date	Estimate #
9/30/2021	2085

Name / Address
McDonald Local Schools 600 Iowa Avenue McDonald, OH 44437

Ship To
Athletic Complex Phase 2: Change Orders 2

Description	Rate	Qty	Total
Furnish and install #340 aggregate walkway from temporary locker Rooms to parking lot.	2,125.00		2,125.00
- Repair Erosion damage caused by new curb design. - Furnish and install level spreader and Rip Rap where drainage swale outlets into the detention pond to prevent future erosion.	2,750.00		2,750.00
Total			\$4,875.00

