

Big Walnut Local School District



General Fund

Five Year Forecast

July 1, 2016 Through June 30, 2021

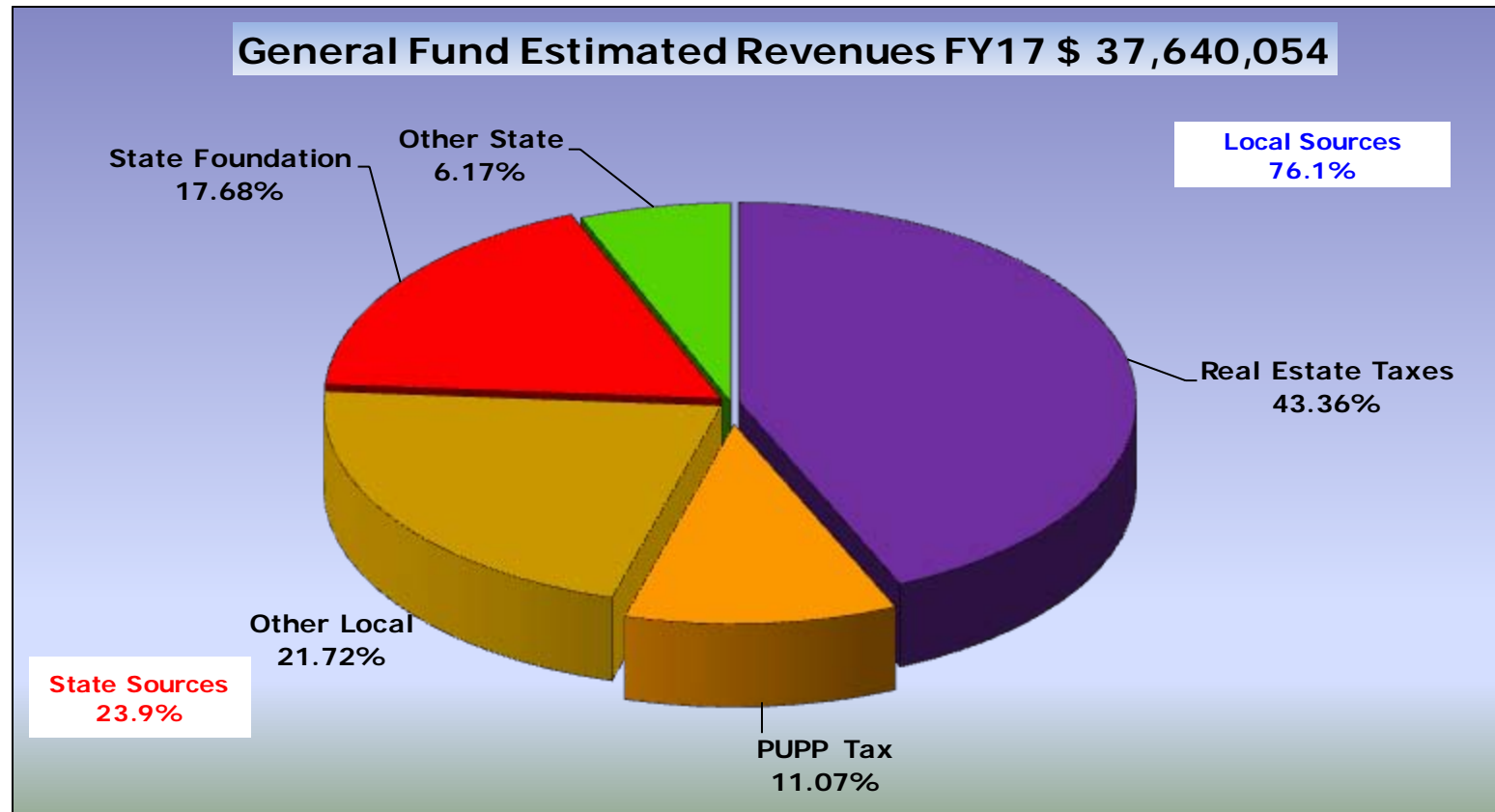
October 20, 2016

Presented By Terri Eyerman, Treasurer/CFO

Forecast Variances - Revenue

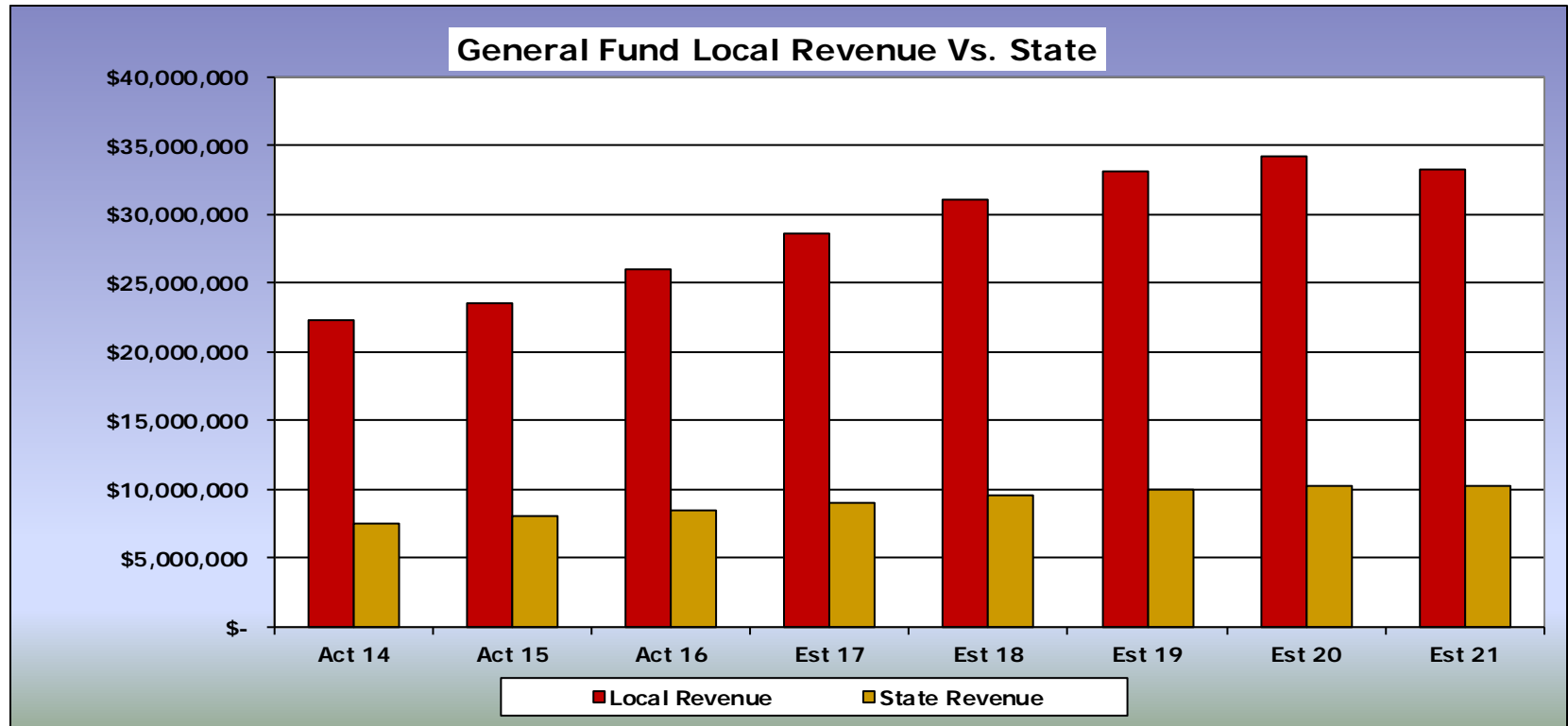
		Actual				Forecasted								
		Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Average Change	Fiscal Year 2017	% variance	Fiscal Year 2018	% variance	Fiscal Year 2019	% variance	Fiscal Year 2020	% variance	Fiscal Year 2021
Revenues														
1.010	General Property Tax (Real Estate)	15,539,111	15,931,179	16,089,626	1.8%	16,319,684	9.9%	17,938,439	8.16%	19,402,771	2.42%	19,872,543	-6.49%	18,583,311
1.020	Tangible Personal Property	644,753	828,796	2,524,993	116.6%	4,167,617	4.1%	4,337,673	-0.61%	4,311,251	-0.52%	4,288,860	-7.90%	3,949,892
1.030	Income Tax	5,402,338	5,597,672	6,016,216	5.5%	6,703,327	8.4%	7,269,074	8.24%	7,868,327	7.85%	8,486,332	7.65%	9,135,236
1.035	Unrestricted State Grants-in-Aid	5,245,440	5,638,791	6,159,176	8.4%	6,635,288	4.8%	6,953,426	2.83%	7,150,342	2.85%	7,353,950	2.85%	7,563,380
1.040	Restricted State Grants-in-Aid	17,746	34,688	23,162	31.1%	19,597	1.0%	19,793	1.00%	19,991	1.00%	20,191	1.00%	20,393
1.045	Restricted Fed. SFSF Fd. 532 FY10&11/E					0		0		0		0		0
1.050	Property Tax Allocation	2,308,103	2,355,101	2,337,416	0.6%	2,323,030	9.6%	2,545,076	8.64%	2,765,000	2.61%	2,837,297	-5.87%	2,670,756
1.060	All Other Revenues	780,684	1,230,947	1,430,467	36.9%	1,471,512	0.9%	1,484,377	0.87%	1,497,362	0.88%	1,510,468	0.88%	1,523,695
1.070	Total Revenues	29,938,175	31,617,174	34,581,056	7.5%	37,640,054	7.7%	40,547,858	6.08%	43,015,044	3.15%	44,369,640	-2.08%	43,446,662
Other Financing Sources														
2.010	Proceeds from Sale of Notes	-	-	-		-		-		-		-		-
2.020	State Emergency Loans and Advancemen	-	-	-		-		-		-		-		-
2.040	Operating Transfers-In	4,466	-	-		-		-		-		-		-
2.050	Advances-In	31,374	43,824	-	-30.2%	-		-		-		-		-
2.060	All Other Financing Sources	286,934	114,952	60,317	-53.7%	60,317		60,317		60,317		60,317		60,317
2.070	Total Other Financing Sources	322,774	158,776	60,317	-56.4%	60,317		60,317		60,317		60,317		60,317
2.080	Total Revenues and Other Financing	30,260,949	31,775,950	34,641,373	7.0%	37,700,371	7.71%	40,608,175	6.08%	43,075,361	3.14%	44,429,957	-2.08%	43,506,979

Est. General Fund Revenue Sources FY17



- Reflects total revenue on line 1.07 on forecast
- 24% dependent on the state for the district revenue
- Real Estate tax is the largest source of revenue
- Other local revenue is 2nd to real estate tax – Income tax and misc. revenues.

Local vs. State Funding



- Local revenue is increasing due to new construction, increased income tax and being on the 20 Mill Floor beginning in FY17
- State revenues are increasing slightly despite being a “CAP” district
- The Substitute Emergency Levy will need to be renewed in 2020

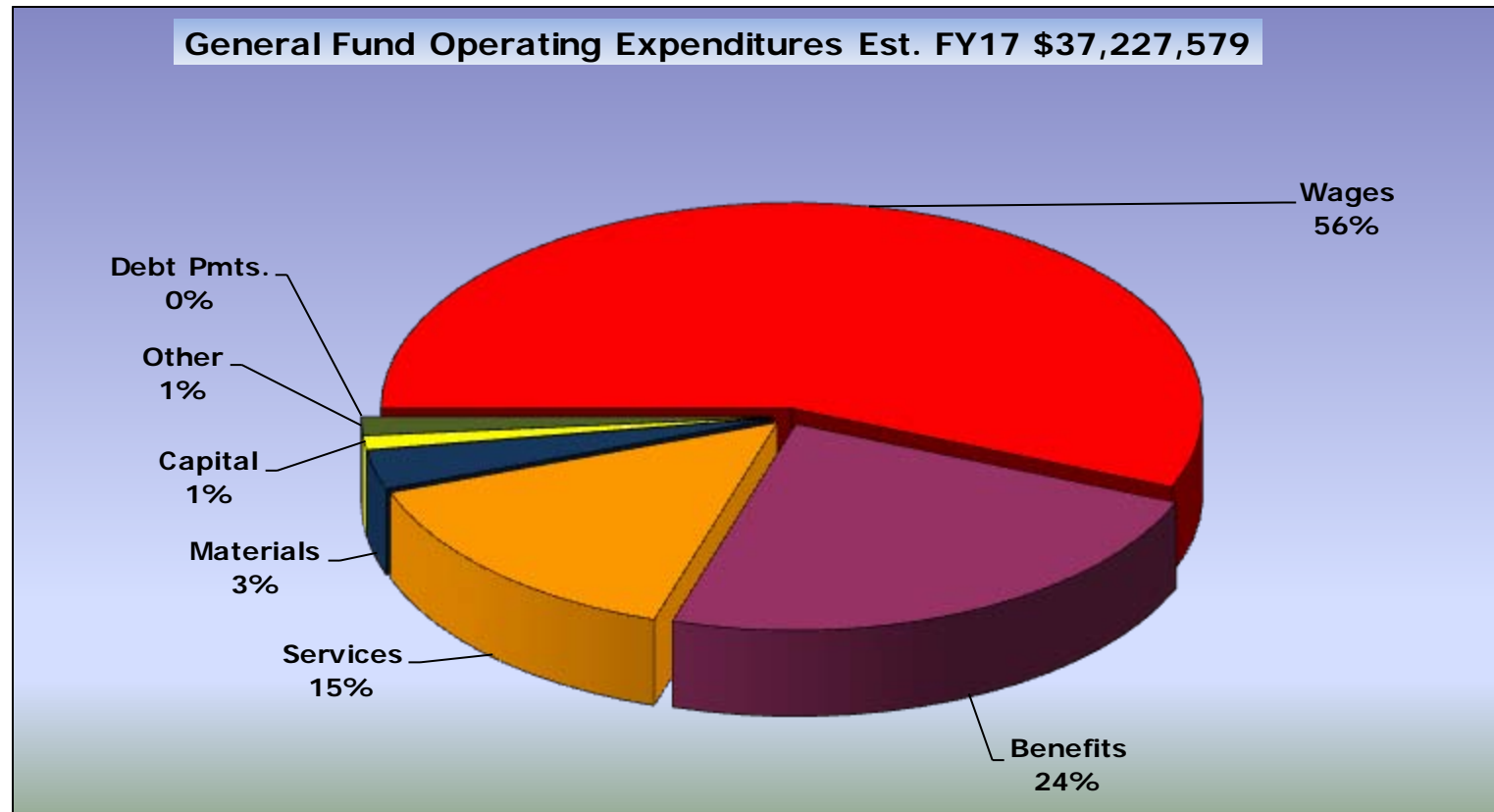
Notes About Our Operating Revenue

- New construction in both residential and commercial are expected to increase each year of the forecast
- Public Utility Personal Property Tax is increasing with the new power plant/distribution center
- Income tax is expected to increase each year of the forecast with the new construction of residential property – new homeowners with income.
- HB64 increased the district funding. Continued slight increases are expected to continue the remainder of the forecast
- The Substitute Emergency Levy will last be collected in 2020

Forecast Variances-Expenditures

		Actual				Forecasted								
		Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Average Change	Fiscal Year 2017	% variance	Fiscal Year 2018	% variance	Fiscal Year 2019	% variance	Fiscal Year 2020	% variance	Fiscal Year 2021
	Expenditures													
3.010	Personnel Services	\$15,876,598	\$17,479,164	\$18,769,737	8.7%	20,926,598	8.19%	22,640,163	6.36%	24,079,675	6.00%	25,525,411	5.42%	26,909,739
3.020	Employees' Retirement/Insurance Benefits	\$6,725,022	7,340,342	7,928,403	8.6%	8,794,687	11.63%	9,817,470	9.20%	10,720,312	8.97%	11,681,996	8.51%	12,675,880
3.030	Purchased Services	\$4,865,069	4,568,004	4,848,927	0.0%	5,450,707	8.25%	5,900,416	6.42%	6,279,305	6.48%	6,685,963	6.21%	7,100,951
3.040	Supplies and Materials	911,383	984,949	904,897	0.0%	1,127,306	2.39%	1,154,293	2.40%	1,181,953	2.40%	1,210,303	2.40%	1,239,361
3.050	Capital Outlay	241,697	493,867	574,832	60.4%	400,000		400,000		400,000		400,000		400,000
3.060	Intergovernmental	-	-	-	0.0%	-		-		-		-		-
	Debt Service:				0.0%									
4.010	Principal-All (Historical Only)	-	-	-	0.0%	-		-		-		-		-
4.020	Principal-Notes	-	-	-	0.0%	-		-		-		-		-
4.030	Principal-State Loans	-	-	-	0.0%	-		-		-		-		-
4.040	Principal-State Advancements	-	-	-	0.0%	-		-		-		-		-
4.050	Principal-HB 264 Loans	-	-	-	0.0%	-		-		-		-		-
4.055	Principal-Other	-	-	-	0.0%	-		-		-		-		-
4.060	Interest and Fiscal Charges	-	-	-	0.0%	-		-		-		-		-
4.300	Other Objects	\$453,328	435,257	513,907	7.0%	528,281	2.80%	543,066	2.80%	558,272	2.80%	573,913	2.80%	590,002
4.500	Total Expenditures	29,073,097	31,301,583	33,540,703	7.4%	37,227,579	8.67%	40,455,408	6.83%	43,219,517	6.61%	46,077,586	6.16%	48,915,933
	Other Financing Uses													
5.010	Operating Transfers-Out	\$18,395	-	1,000,000	0.0%	-		-		-		-		-
5.020	Advances-Out	43,824	-	-	0.0%	-		-		-		-		-
5.030	All Other Financing Uses	\$0	-	-	0.0%	-		-		-		-		-
5.040	Total Other Financing Uses	62,219	-	1,000,000	0.0%	-		-		-		-		-
5.050	Total Expenditures and Other Financing	29,135,316	31,301,583	34,540,703	8.9%	37,227,579	8.67%	40,455,408	6.83%	43,219,517	0.07	46,077,586	6.16%	48,915,933

Est. General Fund Expenditures FY17

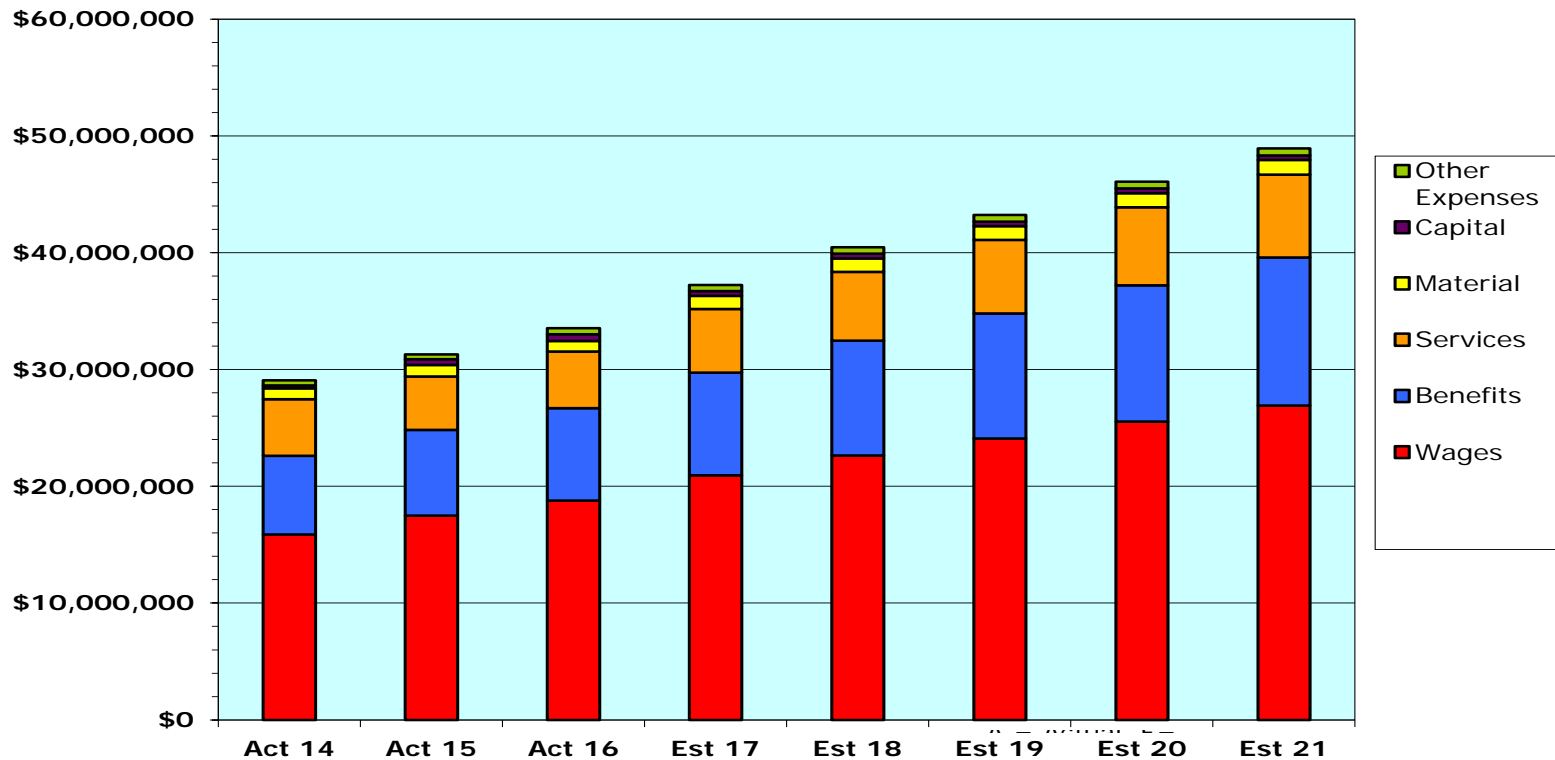


- Reflects total expenditures on line 5.05 of forecast
- Wages and benefits are 80% which are more than state average of 74.78%
- Services that include tuition and utilities is the next largest area of the forecast

General Fund Expenditures By Object

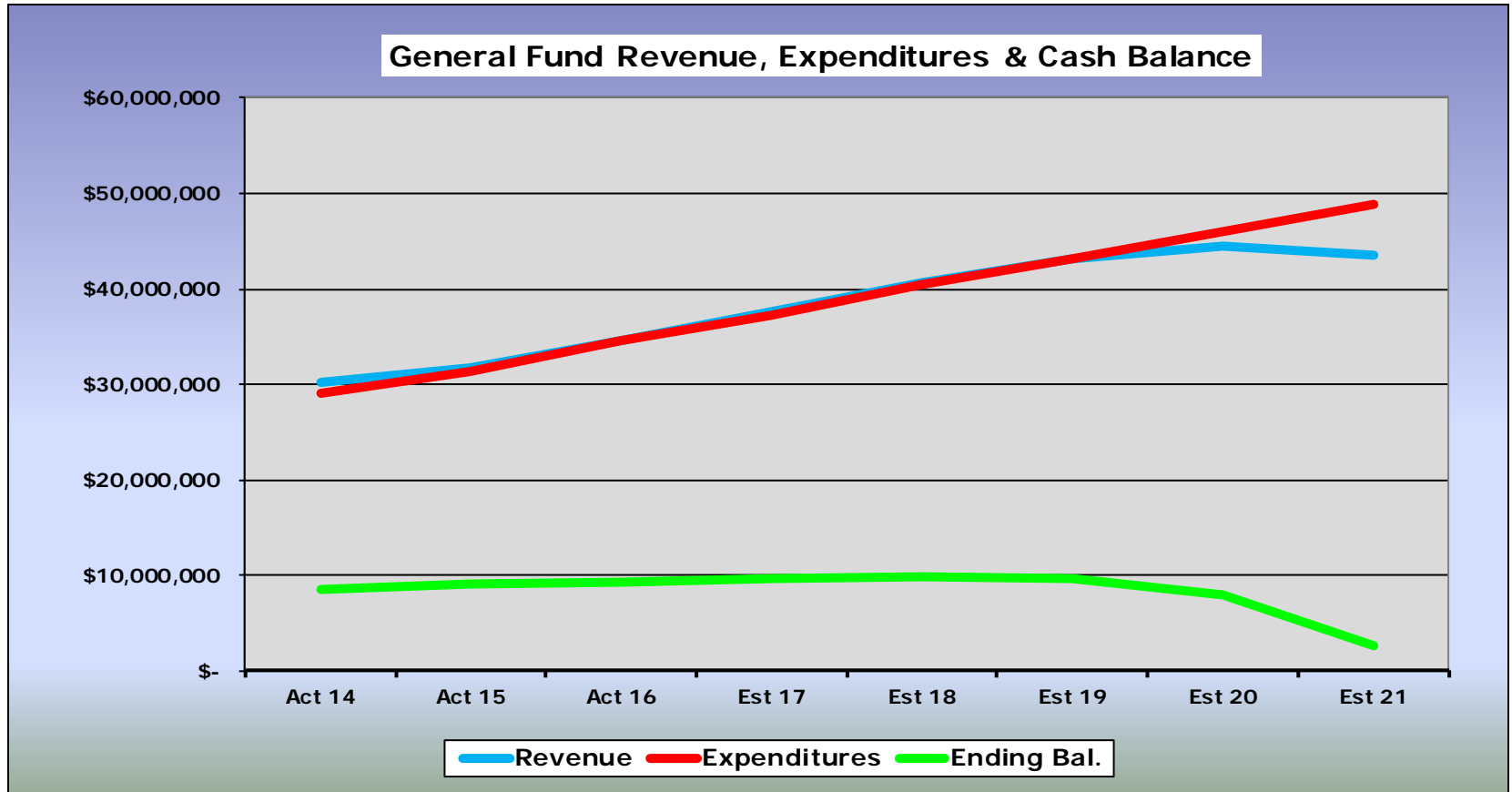
Act. FY14 through Est. FY 21

General Fund Expenditures Actual FY14 Through Est. FY21



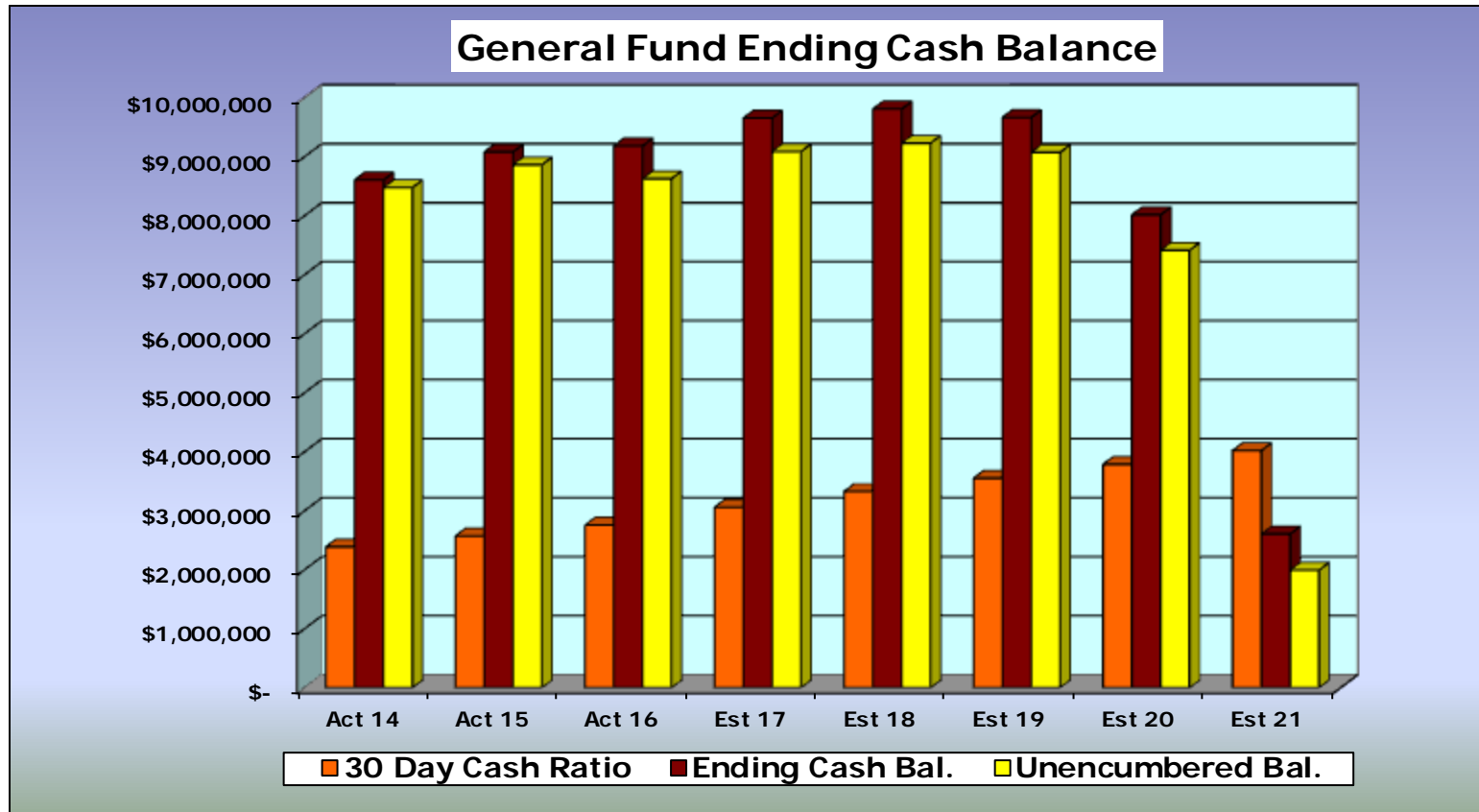
- Costs continue to rise and correspond to the growth
- Purchased Services and Benefits growing fastest

Revenue Vs. Expenditure



- HB64 increased funding slightly for the district
- Revenues and expenditures are rising at a very similar rate
- The last year of the forecast reflects need to renew substitute levy in revenue and cash balance.

Ending Cash Balance



- District Cash Balance Policy requires 30 day cash balance each year – shown by orange bar
- 60-90 Day Cash Balance is a responsible target to end year
- No less than \$-0- Required By Ohio Law
- Does not include renewal of levy in FY21

Items to Consider About Our Finances

- The district growth will need to be monitored in order to meet the needs of the students
- New construction estimates will fluctuate each year
- State funding is increasing slightly for the district; will need to be monitored as growth continues due to the “cap”. Increase has taken place in ‘non-capped’ areas.
- We need to continue to monitor expenses as the district grows.

Thank You for Listening

- Questions and Answers

