



November 2019 Five Year Forecast

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Treasurer/CFO**

THE PURPOSE OF THE FIVE YEAR FORECAST

- To engage the Board of Education and the Community in long range planning and discussions of financial issues facing the school district.
- To serve as a basis for determining the School District's ability to sign contracts associated with continued operations.
- To provide a method for the Ohio Department of Education and Auditor of State to identify school districts with potential financial problems.

Reminder

“This is a snapshot in time”

-Matt Jordan-



REVENUES

1.010 General Property Tax

- Historically, property taxes have generated approximately 60.0 percent of the District's revenue. After the passage of a 9 mill levy to collect an additional \$4,419,998 and two renewals property taxes will be generating between 65-70% of the District's total revenue.
- FY 20 projecting revenue of \$17,256,683. The District will be collecting on half (\$2,209,999) of the 9 mill levy passed in May 2019 in FY20 (January 2020-June 2020). From FY21-24 the District will collect the full amount of \$4,419,999 from the passage of the 9 mill levy.

1.010 General Property Tax (continued)

- 3.9 mill levy that generates approximately \$1.7 million and a 3.5 mill levy that generates approximately \$1.4 million were both renewed in November 2019 and continue to collect as normal through FY24.
- 3.6 mill levy that generates approximately \$1.6 million expires in 2021 and will collect through tax year 2022. In FY23 and FY24 the District sees a decrease in property tax revenue because of the expiring 3.6 mill levy. In FY23 there is a decrease of approximately \$804,703 (January 2023 – June 2023). In FY24 there is a decrease of the full amount of \$1,609,406. Renewals cannot be assumed as passing in a forecast, therefore you can see this revenue added back on in forecast line 11.020.

1.035 and 1.040 Unrestricted and Restricted Grants

Unrestricted Grants:

- Known as “Foundation” or “Per Pupil” funding from the State.
- 2020 Opportunity Grant is set at \$6,020 per student.
- Streetsboro CSD State Share Index is 32.28%.
- Approximately \$1,949 per student generated.
- Casino Revenue is estimated at \$120,000 throughout the forecast.
- Estimated 1.0 percent growth each year.

Restricted:

- Economic Disadvantage Funding approximately \$131,211 throughout the forecast.
- Career Tech Funding approximately \$51,198 throughout the forecast.

1.050 Property Tax Allocation

- Included in this line is Tangible Personal Property Tax.
- Also included in this line is Homestead Exemption and Rollback Credit. This was estimated at 9% of General Property Tax.
- Final years of TPPT Phase out FY 20 – FY 22.
- Estimated phase out amounts are
 - **FY 20 \$516,879**
 - **FY 21 \$245,796**
 - **FY 22 \$0**
 - **FY 23 \$0**
- **FY 18 TPPT Reimbursement was \$1,059,046**

1.060 All Other Operating Revenues

- Consists of:
 - Open Enrollment
 - Interest
 - Tax Abatements
 - Miscellaneous Items
- For FY20-24 growth was estimated at 1% based off of revenue collected in FY19 minus the one time payments of \$703,467 (Portage County Auditor), \$625,000 (City of Streetsboro) and \$60,256 (City of Streetsboro).

EXPENDITURES

3.010 Personnel Services

- Includes salaries, overtime, substitutes, supplemental contracts and severance payments.
- Salary expense is the District's largest expense and accounts for approximately 55.0% of the District's total expenditures.
- Future years of the forecast only include steps on the current salary schedule based on current staff.

3.020 Employees' Retirement/Insurance Benefits

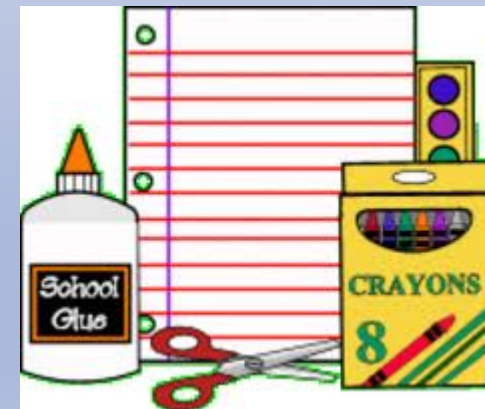
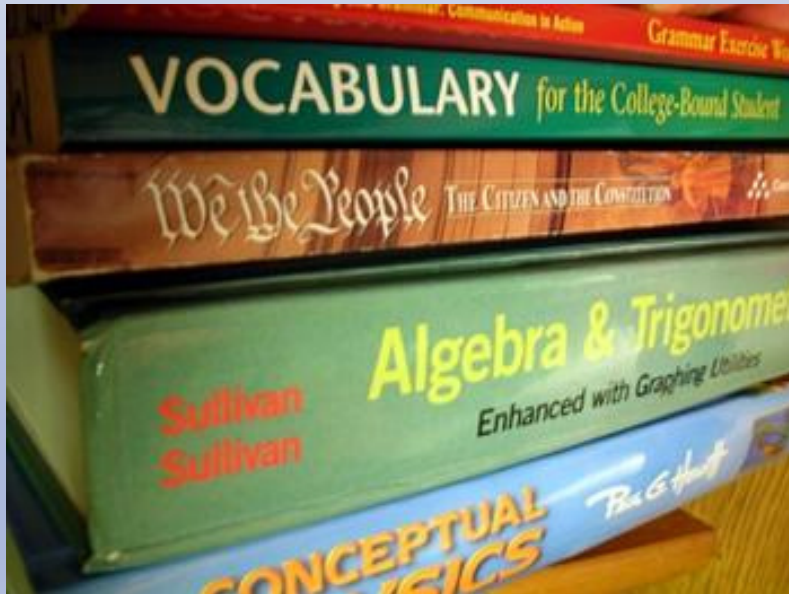
- This consists of STRS, SERS, Worker's Compensation, Medicare, Unemployment and Health Care Premiums.
- This is the second largest expense for the District and accounts for approximately 24.0% of the District's total expenditures.
- Future years reflect a 5.0% increase in health insurance and workers compensation, 14% for retirements based off of personnel services and Medicare at 1.45%.
- Approximately 80% of the District's expenditures is concentrated in salaries and benefits.

3.030 Purchased Services

- Includes utilities, liability insurance, legal costs, ESC costs, special education costs, computer services, copier leases, open enrollment out, community school tuition.
- Accounts for approximately 15.0% of the District's total expenditures.
- Future years purchased services were projected at percentage increase of 2.0%.

3.040 Supplies and Materials

- Includes educational supplies, textbooks, software, office supplies, maintenance supplies and fuel all fall under this category.



6.010 Excess Revenues over/under Expenditures

- This line is important because it reflects the District's financial health.
- A positive number indicates that the District expenditures are not exceeding revenues.
- A negative number indicates that the District's expenditures are exceeding revenues.

11.020 Property Tax Renewal

- This line assumes passage of expiring levies.
- The District has one expiring levy in 2021 that will collect through 2022.
 - 2021 expiring levy: 3.6 mills for approximately \$1.6 million dollars.
 - Please note that in FY21 a General Permanent Improvement renewal will be needed as well.
 - This is for 1.5 mills and generates approximately \$670,586.

FIVE YEAR OUTLOOK IN WEATHER AND EMOTIONS

Weather and Emotion Forecast brought to you by:



**The smiling faces of
Mike Daulbaugh
and
C.J. Scarcipino**



FIVE YEAR OUTLOOK WITH RENEWALS AND LEVY PASSAGE

FY 2020



Sunny with Smiles

Carryover cash balance
Approx. \$3.2 million

FY 2021



Sunny and Smiling

Carryover cash balance
Approx. \$4.9million

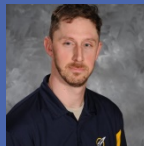
FY 2022



Sunny with Grinning

Carryover cash balance
Approx. \$5.9 million

FY 2023



Sunny with potential frown

Carryover cash balance
Approx. \$6.4 million (with renewal passage)

FY 2024



Sunny with chance of frown

Carryover cash balance
Approx. \$5.4 million (with renewal passage)

QUESTIONS?

