

Union-Scioto Local School District
Schedule Of Revenue, Expenditures and Changes In Fund Balances
Actual and Forecasted Operating Fund

	ACTUAL			FORECASTED				
	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year
	2014	2015	2016	2017	2018	2019	2020	2021
Revenue:								
1.010 - General Property Tax (Real Estate)	3,137,038	3,168,934	3,233,798	3,263,798	3,317,382	3,383,722	3,473,282	3,558,578
1.020 - Public Utility Personal Property	217,059	224,276	222,460	218,344	332,242	445,315	449,990	454,715
1.030 - Income Tax	1,238,244	1,262,683	1,323,749	1,366,244	1,393,470	1,421,339	1,362,780	362,297
1.035 - Unrestricted Grants-in-Aid	9,665,815	10,107,986	10,154,562	10,334,328	10,645,983	10,698,280	10,792,350	10,699,613
1.040 - Restricted Grants-in-Aid	179,599	380,994	339,289	420,169	420,009	416,930	415,583	408,463
1.045 - Restricted Federal Grants-in-Aid - SFSP	-	-	-	-	-	-	-	-
1.050 - Property Tax Allocation	507,601	509,226	512,318	506,169	510,411	516,345	531,131	546,085
1.060 - All Other Operating Revenues	3,974,346	3,834,836	4,248,902	4,287,078	4,367,890	4,372,846	4,377,950	4,383,208
1.070 - Total Revenue	18,919,702	19,488,935	20,035,078	20,396,130	20,987,387	21,254,777	21,403,067	20,412,958
Other Financing Sources:								
2.010 - Proceeds from Sale of Notes	-	-	-	-	-	-	-	-
2.020 - State Emergency Loans and Advancements	-	-	-	-	-	-	-	-
2.040 - Operating Transfers-In	-	-	-	-	-	-	-	-
2.050 - Advances-In	130,061	-	-	-	-	-	-	-
2.060 - All Other Financing Sources	-	-	-	-	-	-	-	-
2.070 - Total Other Financing Sources	130,061	-	-	-	-	-	-	-
2.080 - Total Revenues and Other Financing Sources	19,049,763	19,488,935	20,035,078	20,396,130	20,987,387	21,254,777	21,403,067	20,412,958
Expenditures:								
3.010 - Personnel Services	9,709,107	9,865,009	9,738,735	10,027,228	10,428,066	10,859,111	11,291,780	11,738,576
3.020 - Employees' Retirement/Insurance Benefits	4,329,916	5,045,731	4,821,234	4,901,661	5,114,140	5,350,852	5,696,836	6,065,458
3.030 - Purchased Services	3,153,473	3,467,443	3,529,027	3,812,313	3,903,742	4,087,962	4,209,190	4,325,513
3.040 - Supplies and Materials	589,528	633,433	797,429	821,352	845,992	871,372	897,513	924,439
3.050 - Capital Outlay	51,745	87,115	166,539	171,535	426,681	439,482	452,666	466,246
3.060 - Intergovernmental	-	-	-	-	-	-	-	-
Debt Service:								
4.010 - Principal-All Years	388,982	134,377	2,554,022	-	-	-	-	-
4.020 - Principal - Notes	-	-	-	-	-	-	-	-
4.030 - Principal - State Loans	-	-	-	-	-	-	-	-
4.040 - Principal - State Advances	-	-	-	-	-	-	-	-
4.050 - Principal - HB264 Loan	-	-	-	-	-	-	-	-
4.055 - Principal - Other	-	-	-	181,256	185,522	189,889	194,358	198,933
4.060 - Interest and Fiscal Charges	85,408	79,247	125,160	45,745	41,480	37,112	32,644	28,069
4.300 - Other Objects	304,082	324,553	344,554	354,891	365,537	376,503	387,799	399,433
4.500 - Total Expenditures	18,612,241	19,636,908	22,076,700	20,315,980	21,311,162	22,212,283	23,162,786	24,146,667
Other Financing Uses								
5.010 - Operating Transfers-Out	430,000	480,000	296,000	360,000	360,000	360,000	360,000	360,000
5.020 - Advances-Out	-	-	-	-	-	-	-	-
5.030 - All Other Financing Uses	-	-	-	-	-	-	-	-
5.040 - Total Other Financing Uses	430,000	480,000	296,000	360,000	360,000	360,000	360,000	360,000
5.050 - Total Expenditures and Other Financing Uses	19,042,241	20,116,908	22,372,700	20,675,980	21,671,162	22,572,283	23,522,786	24,506,667
Excess of Rev & Other Financing Uses Over (Under)								
6.010 - Expenditures and Other Financing Uses	7,522	(627,973)	(2,337,622)	(279,851)	(683,775)	(1,317,506)	(2,119,719)	(4,093,709)
Cash Balance July 1 - Excluding Proposed Renewal/ 7.010 - Replacement and New Levies	12,666,250	12,673,772	12,045,799	9,708,177	9,428,326	8,744,551	7,427,045	5,307,326
7.020 - Cash Balance June 30	12,673,772	12,045,799	9,708,177	9,428,326	8,744,551	7,427,045	5,307,326	1,213,617
8.010 - Estimated Encumbrances June 30	1,268,821	668,814	890,324	700,000	700,000	700,000	700,000	700,000
Reservations of Fund Balance:								
9.010 - Textbooks and Instructional Materials	-	-	-	-	-	-	-	-
9.020 - Capital Improvements	-	-	-	-	-	-	-	-
9.030 - Budget Reserve	-	-	-	-	-	-	-	-
9.040 - DPIA	-	-	-	-	-	-	-	-
9.050 - Debt Service	-	-	-	-	-	-	-	-
9.060 - Property Tax Advances	-	-	-	-	-	-	-	-
9.070 - Bus Purchases	-	-	-	-	-	-	-	-
9.080 - Subtotal	-	-	-	-	-	-	-	-
Fund Balance June 30 for Certification	11,404,951	11,376,985	8,817,853	8,728,326	8,044,551	6,727,045	4,694,312	1,717,068
10.010 - of Appropriations	11,404,951	11,376,985	8,817,853	8,728,326	8,044,551	6,727,045	4,694,312	1,717,068
Rev from Replacement/Renewal Levies								
11.010 - Income Tax - Renewal	-	-	-	-	-	-	86,986	1,116,465
11.020 - Property Tax - Renewal or Replacement	-	-	-	-	-	-	-	-
11.030 - Cumulative Balance of Replacement/Renewal L	-	-	-	-	-	-	86,986	1,203,451
Fund Balance June 30 for Certification	11,404,951	11,376,985	8,817,853	8,728,326	8,044,551	6,727,045	4,694,312	1,717,068
12.010 - of Contracts, Salary and Other Obligations	11,404,951	11,376,985	8,817,853	8,728,326	8,044,551	6,727,045	4,694,312	1,717,068
Revenue from New Levies								
13.010 - Income Tax - New	-	-	-	-	-	-	-	-
13.020 - Property Tax - New	-	-	-	-	-	-	-	-
13.030 - Cumulative Balance of New Levies	-	-	-	-	-	-	-	-
14.010 - Revenue from Future State Advancements	-	-	-	-	-	-	-	-
15.010 - Unreserved Fund Balance June 30	11,404,951	11,376,985	8,817,853	8,728,326	8,044,551	6,727,045	4,694,312	1,717,068
ADM Forecasts								
20.010 - Kindergarten	-	-	-	170	160	160	160	160
20.015 - Grades 1-12	-	-	-	1,998	1,993	1,977	1,970	1,933

HB412 – FIVE YEAR PROJECTION (SIGNIFICANT ASSUMPTIONS)

October 10, 2016

REVENUE

Real Estate –Projections for FY17 agree to estimates provided by the County Auditor. For FY18 and beyond we are projecting a modest 1% increase for new construction. In calendar year 2016 we are projecting a 2% increase for the update which is more reflective of historical trends than the two most recent appraisal/update cycles. We anticipate a more normal (historical) rate of growth of 3% in the 2019 appraisal year.

Personal Tangible – The only remaining Tangible Personal Property Tax is Public Utilities (PUP), as a result of HB66. – FY16 totals have been updated to reflect actual collections. Over the past 4 years the valuation for PUP has increased an average of 5% per year. While we do not anticipate this kind of growth to continue, we do project a 1% increase in this line item for FY17-FY21.

We have added projections for increased revenue from the AEP Biers Run Road project based on estimates received from AEP. Revenue collections from this project are forecasted to begin in FY 2018.

Income Tax- Based on our actual collections over the past few years we are projecting a 2% increase each year from FY17-FY21.

The forecast includes the income tax levy that was renewed in May 2014. The renewal period runs from calendar year 2015-2019.

Unrestricted Grants-In-Aid – Unrestricted Aid for 2017 has been updated to reflect the formula implemented from House Bill 64.

There are a few new components and some updates to old components but for the most part the formula is similar to the prior biennium.

Despite growing to stable overall enrollment, the District's ADM increased in FY15 for the first time since 2009 resulting in an increase in state aid. However in FY16 our ADM decreased. Enrollment is projected to increase by about 20 students in FY17.. The forecast now includes additional revenue for the startup of 2 new career tech programs at the middle school. We have projected the current formula to remain in place for FY18-FY21 with the only change being our ADM. We are projecting overall very low growth with a less than 1% increase in any year in our ADM.

Casinos opened in Ohio in May of 2012. Under state law a portion of casino tax revenues are to go to school districts with no supplanting allowed. This means that any casino revenue distributed to schools should be in addition to basic state aid. The district received \$109 thousand from Casino revenue in FY16. Based on the competition the casinos have with racinos and other factors we are projecting revenues to increase slightly at \$51.85 per pupil or \$110-\$112 thousand annually for FY17-FY21.

HB412 – FIVE YEAR PROJECTION (SIGNIFICANT ASSUMPTIONS)

October 10, 2016

Restricted Grants-In-Aid – The only unrestricted aid projected is Economic Disadvantaged Aid. In FY 16 we are projected to receive approximately \$420 thousand. The increase is due to the implementation of 2 new career tech programs in the middle school. This amount has been projected as part of our analysis of the unrestricted aid. Our updated projections estimate we will receive between \$344 thousand and \$355 thousand in each year of the forecast.

Property Tax Allocation- Projections for FY17-FY21 are based on historical trends for valuations as well as estimates from the county auditor.

All Other Revenues – The district has experienced significant revenue gains in the past several years in this category due mainly to Open Enrollment students coming into the district. However, we are projecting revenue growth to slow as our enrollment growth slows. We have increased investment earnings over the past few years. Based on these factors we project little to no growth during the forecast.

Transfers-In – Historically the only significant transfers- in have been for the transfer into the General fund of fund balance reserves. I am not projecting any other activity in this line item.

Advances-In - Advances-in and advances-out should approximately equate, these are short-term loans from the General fund to other funds to cover negative fund balances. This has no effect on the “bottom line” because the advances are paid back to the General Fund.

EXPENDITURES

Personal Services The Board recently concluded negotiations with the Unioto Support Association awarding 3% base wage increases to the Non-Certified staff in FY17-FY19. The current projection for the certified staff is 2% in FY17. The Board and the Certified union will negotiate a new contract in the spring of 2017.

All non-negotiated base wage increases are based on historical trends at 2%. Scheduled step and experience increases for FY17-FY21 are projected at approximately 1.6% for all employees.

We are not projecting any significant change in staffing during the years of the forecast.

Fringe Benefits - Outside of health insurance (medical, dental, vision, and life), most fringe benefit costs are driven by salary. Estimates also include the impact of negotiated/anticipated base wage increases described in the Personal Service category. Additionally, this category includes the impact of increased health insurance premiums. The District renewed its health insurance effective July 1, 2016 for a rate increase of 7.6%. FY17-FY21 increases are based in part on industry trends and we are projecting an increase of 8% increase each year in Health Benefits for each of those years

As part of the agreement with the Unioto Support association, the board will be offering a transition to 2 plans, a standard PPO plan that has higher deductibles and co-pays than what

HB412 – FIVE YEAR PROJECTION (SIGNIFICANT ASSUMPTIONS)

October 10, 2016

was previously offered, and a High Deductible Health Plan. These plan design changes will result in cost avoidance which has been included in the forecast. The High Deductible Health Plan is offered as an option to the certified staff as well.

The forecast assumes the same benefits will be provided to the certified staff in FY18-FY21.

Salary driven fringes are projected at 15.6%. This projection accounts for the board share of retirement (SERS, STRS), Medicare, and Workers Compensation Premiums.

Purchased Services - This category accounts for a wide variety of expenses incurred by the District ranging from utility charges, special education tuition, open enrollment out and transportation charges.

Our purchased services costs in FY16 included savings from a reduction in our contract with the Educational Service District.

We have had moderate increases in students open enrolling to other districts. We project this to stabilize throughout the forecast.

Supplies and Dues & Fees – In the past few years the District upgraded its elementary reading and math series. Textbook purchases of \$100 thousand for Grades (3-8) math have been included in FY16. We anticipate this level of funding to continue in the future years of the forecast.

An inflationary factor of 3% each year is included.

Capital Outlay – The District utilizes the Permanent Improvement Fund and Building Maintenance fund to supplement capital outlay expenditures.

This category will likely see fluctuation from year to year based on capital needs. Based on the low fund balance in our Permanent Improvement fund, we have increased our projections to assume the General fund will absorb ongoing capital outlay expenditures. In addition a 3% inflationary factor is included for each year.

We have increased the line item by approximately \$250 thousand per year beginning in FY18 to address the depletion of the P.I. Fund which had funded a large portion of capital outlay expenditures in the past.

Other Objects – A large portion of the expenditures reflected in this category are related to County Auditor & Treasurer fees associated with the collection of real estate and tangible taxes.

HB412 – FIVE YEAR PROJECTION (SIGNIFICANT ASSUMPTIONS)
October 10, 2016

Transfers-Out – An allowance of \$360 thousand is projected for each year of the forecast in this line item to cover Self Insurance dental and vision Payments, severance payment transfers and Permanent Improvements.

Advances-Out - Refer to Advances-In narrative above.

Debt Service – The Forecast has been updated to reflect the early pay-off of the District's Lease-Purchase Agreement for a 6th grade addition project to the Junior High building. The agreement was executed during FY13 with payments beginning in June. The early payoff will save the district approximately \$230 thousand in interest payments. The District has committed to an upgrade to the athletic field house, locker room and training areas. The project is budgeted for \$2 million and will be financed through a lease-purchase agreement. The principal and interest payments have been incorporated into the forecast.