

PRIDE
TRADITION
ACHIEVEMENT

BCSD

BEDFORD CITY SCHOOL DISTRICT

BEDFORD • BEDFORD HTS. • OAKWOOD • WALTON HILLS

Finance Committee Meeting

February 1, 2024

Prepared by:
Tabitha Armstrong, CFO/Treasurer



OBJECTIVE OF FINANCE COMMITTEE



Finance Committee is one of the board's standing committee, which allow board members who serve on that committee to become more knowledgeable in a given areas and help the full board make decisions in a more confident or timely manner.



Review of long-term financial plans and investments, and for providing advice to the board about the district's current and future financial position. Taking in to account the districts policy, practice and culture to determine our needs.



AGENDA

- 🐾 Current Fiscal Year – Revenue and Expenditure
- 🐾 Fair School Funding Plan
- 🐾 FY24 Budget
- 🐾 Five Year Forecast (Nov-2023)- Act, Plan, Do, Check
- 🐾 What's Next / Questions

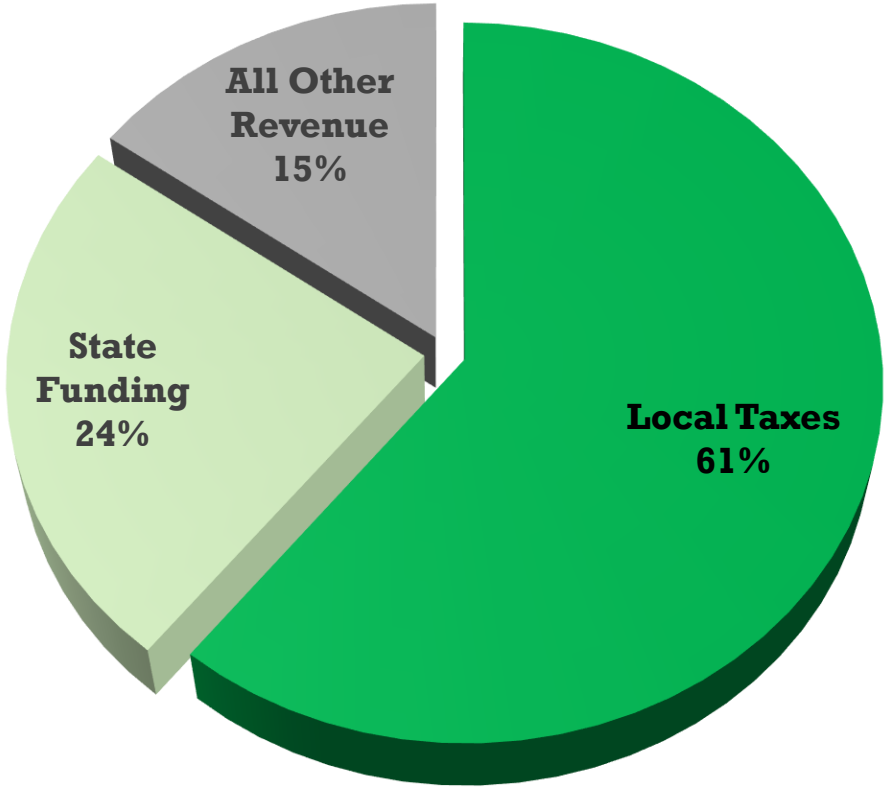


CURRENT FISCAL YEAR

Financial Forecast Key Indicators & Analysis

Bedford City SD

Projected Revenue Analysis



Projected Local Taxes	\$35,275,751
Real Estate Property Taxes	\$27,786,313
Public Utility Property Taxes	\$7,489,438

Projected State Funding	\$13,993,896
Fair School Funding Plan	\$8,374,284
Restricted State Funding	\$1,620,773
State Share of Local Taxes	\$3,998,839

Projected All Other Revenue	\$8,784,716
Other Operating Revenue	\$3,582,715
Other Sources	\$5,202,000

\$58,054,453

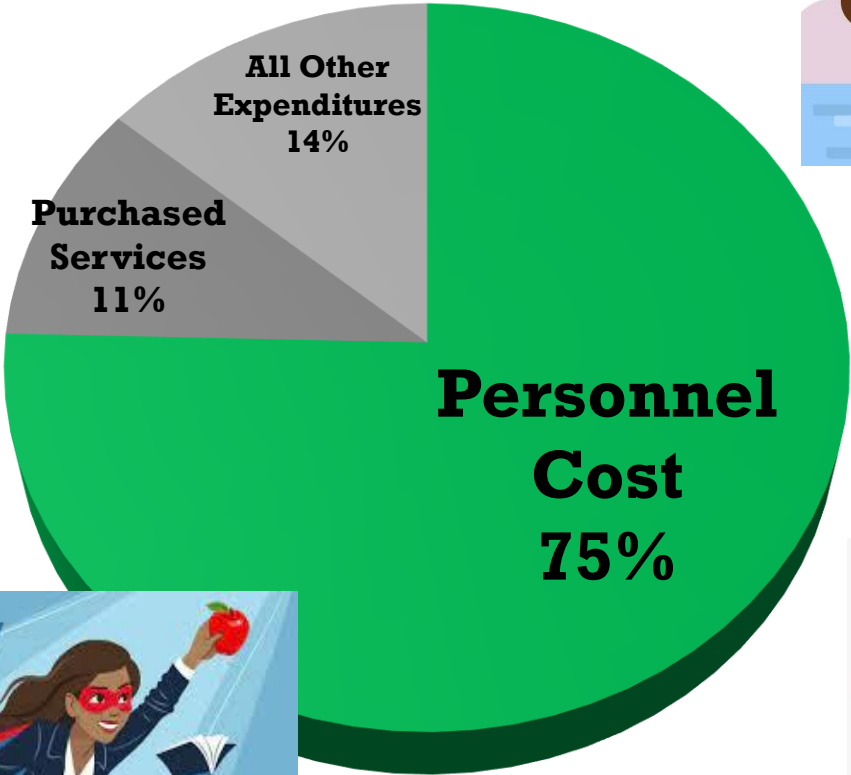
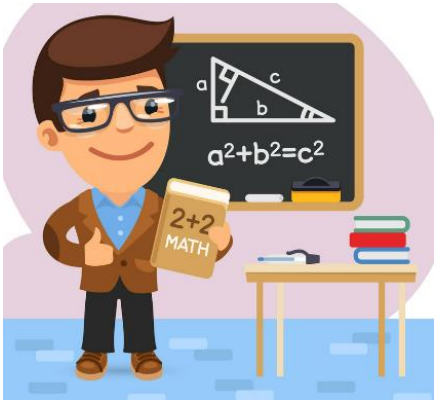


CURRENT FISCAL YEAR

Financial Forecast Key Indicators & Analysis

Bedford City SD

Projected Expenditure Analysis



Projected Personnel Costs		\$47,317,065
Salaries		\$35,189,096
Benefits		\$12,127,969

Projected Purchased Services	\$6,745,959
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Projected All Other Expenditures		\$8,698,034
Supplies, Capital, Debt, Other Operating		\$3,497,934
Advances, Transfer, Other Uses		\$5,200,100

\$62,761,059



FAIR SCHOOL FUNDING PLAN

Fiscal Year: 2024

Ohio Department of Education and Workforce
Office of Budget and School Funding
Statement of Settlement - Traditional School District
November #1 Payment, Data as of 10/31/2023

Name: Bedford City

County: Cuyahoga

IRN: 043562

Description	USAS Code	Annual Amount	Year to Date Prior to Payment	Balance Prior to Payment	Bi-monthly Payment
State Support					
Base Cost	3110	5,353,730.47	1,777,787.51	3,575,942.96	229,861.42
Base Cost - Student Wellness and Success	3218	267,500.96	88,827.76	178,673.20	11,485.10
Targeted Assistance	3110	177,753.57	62,842.90	114,910.67	7,181.92
Special Education	3110	1,642,240.14	543,621.98	1,098,618.16	72,218.07
Disadvantaged Pupil Impact Aid (DPIA)	3211	850,794.65	312,143.95	538,650.70	33,665.67
English Learners	3217	37,795.89	12,534.51	25,261.38	1,638.95
Gifted	3216	93,369.40	31,094.54	62,274.86	3,918.99
Career Technical Education	3215	126,720.15	42,240.05	84,480.10	5,280.01
Temporary Transitional Aid Guarantee	3110	0.00	0.00	0.00	0.00
Supplemental Targeted Assistance	3110	0.00	0.00	0.00	0.00
Transportation	3110	594,107.58	198,035.86	396,071.72	24,754.48
Formula Transition Supplement	3110	0.00	0.00	0.00	0.00
Preschool Special Education	3110	280,879.28	93,622.16	187,257.12	11,707.57
Special Education Transportation	3110	340,056.86	142,312.79	197,744.07	12,359.00
Total State Support		9,764,948.95	3,305,064.01	6,459,884.94	414,071.18

Disadvantage Pupil
Impact Aid
850,794.65



FAIR SCHOOL FUNDING PLAN

Transfers

Educational Service Center	****	-17,576.00	-5,852.97	-11,723.03	-732.69
Other Adjustments - Positive	****	132,781.65	48,417.27	84,364.38	5,272.77
Other Adjustments - Negative	****	-447,926.05	-146,283.65	-301,642.40	-18,852.65
Total Transfers		-332,720.40	-103,719.35	-229,001.05	-14,312.57

Adjustments

JV98 Excess Cost (SF-6) Positive	(Pos)	122X	0.00	0.00	0.00	0.00
JV99 Excess Cost (SF-6) Negative	(Neg)	474	0.00	0.00	0.00	0.00
JV50 Tuition (SF-14)	(Pos)	1221	436,678.18	436,678.18	0.00	0.00
JV51 Tuition (SF-14) Expenditure	(Neg)	471	-115,292.38	-18,946.81	-96,345.57	-6,021.60
JV52 Tuition (SF-14)	(Pos)	1223	265,178.85	265,178.85	0.00	0.00
JV53 Tuition (SF-14) Expenditure	(Neg)	475	-43,703.05	-7,276.09	-36,426.96	-2,276.69
JV09 College Credit Plus Deduction		479	-11,969.79	-3,264.48	-8,705.31	-544.08
JV01 FY2023 Final #1 Traditional School Districts	****		-28,337.22	-6,746.95	-21,590.27	-1,349.39
JV02 FY2023 Final #2 Traditional School Districts	****		0.00	0.00	0.00	-160.39
JV20 Feminine Hygiene Dispensers		3219	0.00	0.00	0.00	1,998.00
Total Adjustments			502,554.59	665,622.70	-163,068.11	-8,354.15

Total FSFP before
Retirement
\$9,934,783.14

Total Payment Before Retirements 9,934,783.14 3,866,967.36 6,067,815.78 391,404.46

Retirement System

School Employees Retirement	221	-1,416,888.00	-472,296.00	-944,592.00	-59,037.00
State Teachers Retirement	211	-3,941,712.00	-1,313,904.00	-2,627,808.00	-164,238.00
Total Retirements		-5,358,600.00	-1,786,200.00	-3,572,400.00	-223,275.00

Total Payment

4,576,183.14 2,080,767.36 2,495,415.78 168,129.46

Projected State Funding

\$13,993,896

Fair School Funding Plan

\$8,374,284

Restricted State Funding

\$1,620,773

State Share of Local Taxes

\$3,998,839



DISTRICT BUDGET

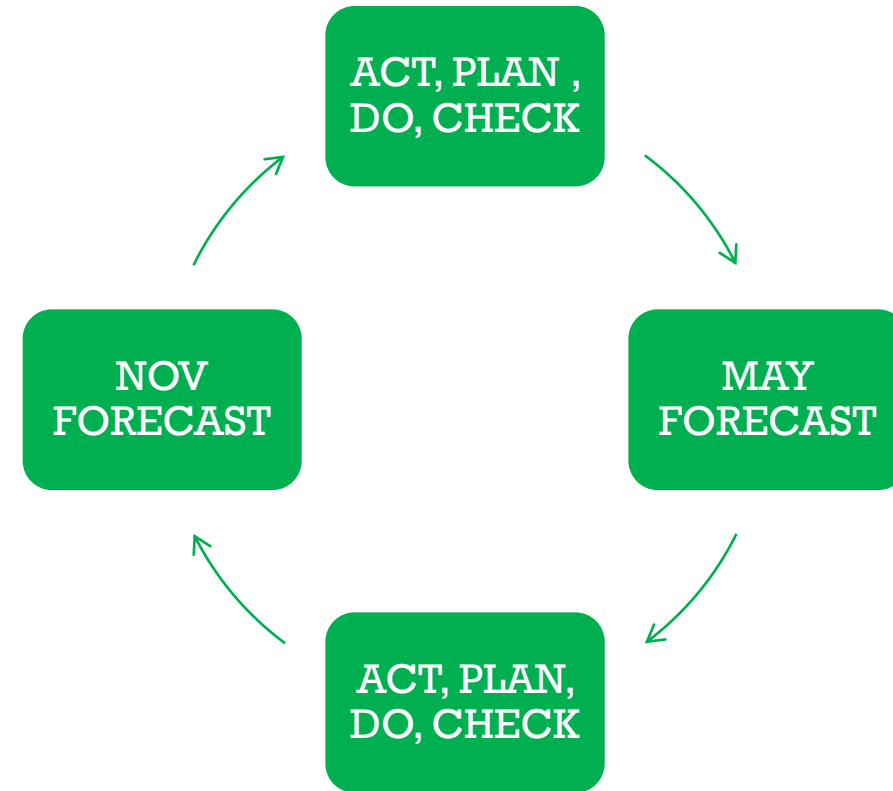


Board Approved
12/07/2023 –
updated to
match the 5 year
Forecast

	Increase in Appropriation FY2024 - 12/07/2023
<u>Governmental Fund Types</u>	
General Fund	63,000,000.00
Special Revenue Funds	13,586,805.08
Debt Service Funds	-
Capital Project Funds	750,000.00
<u>Proprietary Fund Types</u>	
Enterprise Funds	1,401,000.00
Internal Service Funds	130,000.00
<u>Fiduciary Fund Types</u>	
Expendable Trust Funds	75,136.53
Agency Funds	70,000.00
Total All Funds	79,012,941.61



FIVE-YEAR FORECAST : ACT, PLAN, DO, CHECK

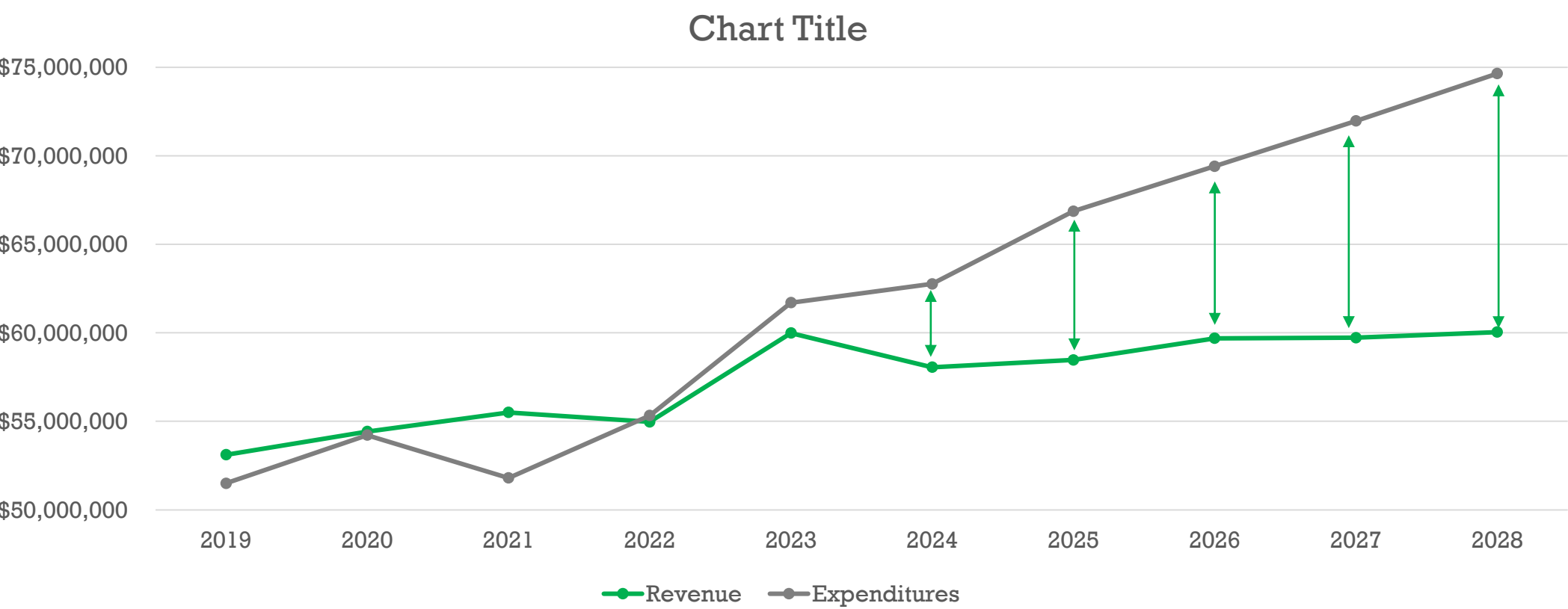


FIVE YEAR FORECAST — NOVEMBER 2023

Financial Forecast	Fiscal Year 2024	Fiscal Year 2025	Fiscal Year 2026	Fiscal Year 2027	Fiscal Year 2028
Beginning Balance (Line 7.010) Plus	20,132,249	15,425,553	7,026,476	(2,689,787)	(14,933,301)
+ Revenue	58,054,363	58,469,194	59,689,334	59,723,985	60,038,375
- Expenditures	(62,761,059)	(66,868,271)	(69,405,596)	(71,967,499)	(74,645,615)
= Revenue Surplus or Deficit	(4,706,696)	(8,399,077)	(9,716,262)	(12,243,514)	(14,607,240)
Line 7.020 Ending Balance with renewal/new levies	15,425,553	7,026,476	(2,689,787)	(14,933,301)	(29,540,541)



REVENUE COMPARED TO EXPENDITURES



SUMMARY OF ISSUES DISTRICT IS CURRENTLY ADDRESSING

■ REVENUE

- State Funding increasing due to FSFP Phase –In and updated Base Cost input (24%)
- Local Funding remaining relatively flat (61%)
- Declining Enrollment (State Funding based on enrollment)
- CY24 Property Values Reappraisal
 - Local / State Share on State Funding

■ EXPENDITURES

- ESSER (COVID Stimulus) Cliff – FY24 & FY25
 - Salaries and Benefits to General Fund
 - Inflation on Supplies and Contracted Services to General Fund
- Salaries & Benefits Compounding YOY



SUMMARY OF ISSUES DISTRICT IS CURRENTLY ADDRESSING

- Our Cost of Service Exceeds Available Revenue
 - ESSER Cliff
 - Inflation
- Staffing Shortage in Classified Staff
- Cuyahoga County Reappraisals Tax Year 24
 - State Funding based on Personal Property Value
- Declining enrollment
 - State Funding based on Enrollment
- No Operating Levy in 9 years



WHAT'S NEXT — ACT, PLAN, DO, CHECK MAY FORECAST



- CTE Program
 - Enrollment – Superintendent, BHS, Coordinator of CTE in progress
 - State Funding is weighted based on programs
 - District is Working with Parma School District on the Revenue and Expense assumptions as they currently have a Comprehensive CTE Levy
- Benefit (Healthcare committee) – ~just under 5% CY25 , Locked in for 9% for CY26- Moved to Level Funding.
- Anticipated Administration Cuts – Now through – End of February presenting to Board for Approval
- Staffing/Enrollment Analysis – In Progress
- Continue to monitor actual data for this year and update assumptions – December will be closed and adjustment will be made; some already in progress; adjusting department budgets
- **Plan of Action Needs to be put in place between now and March to reduce expenses by at least 3 million**

Submit Final Plan to Department of Education and Workforce by 02/29/2024

Updated Five Year Forecast

May Five Year Forecast tie to plan to DEW and actuals at that time



WHAT'S NEXT & QUESTIONS?

- Finance Committee plans to Meet Quarterly
 - January
 - April
 - July
 - October
- This year is focused on big picture with a focus on specific components based on Finance Committee Members questions and suggestions.
- Questions?

