

# VALLEYVIEW

★ LOCAL SCHOOLS ★

## Five Year Forecast

Monday, May 13th, 2024



# Topics

- 5 Year Forecast Update
  - Brief Process Overview
  - Forecast – Review some elements
  - Uncertainties, Risks & Opportunities
  - Conclusions



# Five Year Forecast and Beyond A Brief Process Review

10- & 5-Year Forecast – Includes 3 Years  
Actual

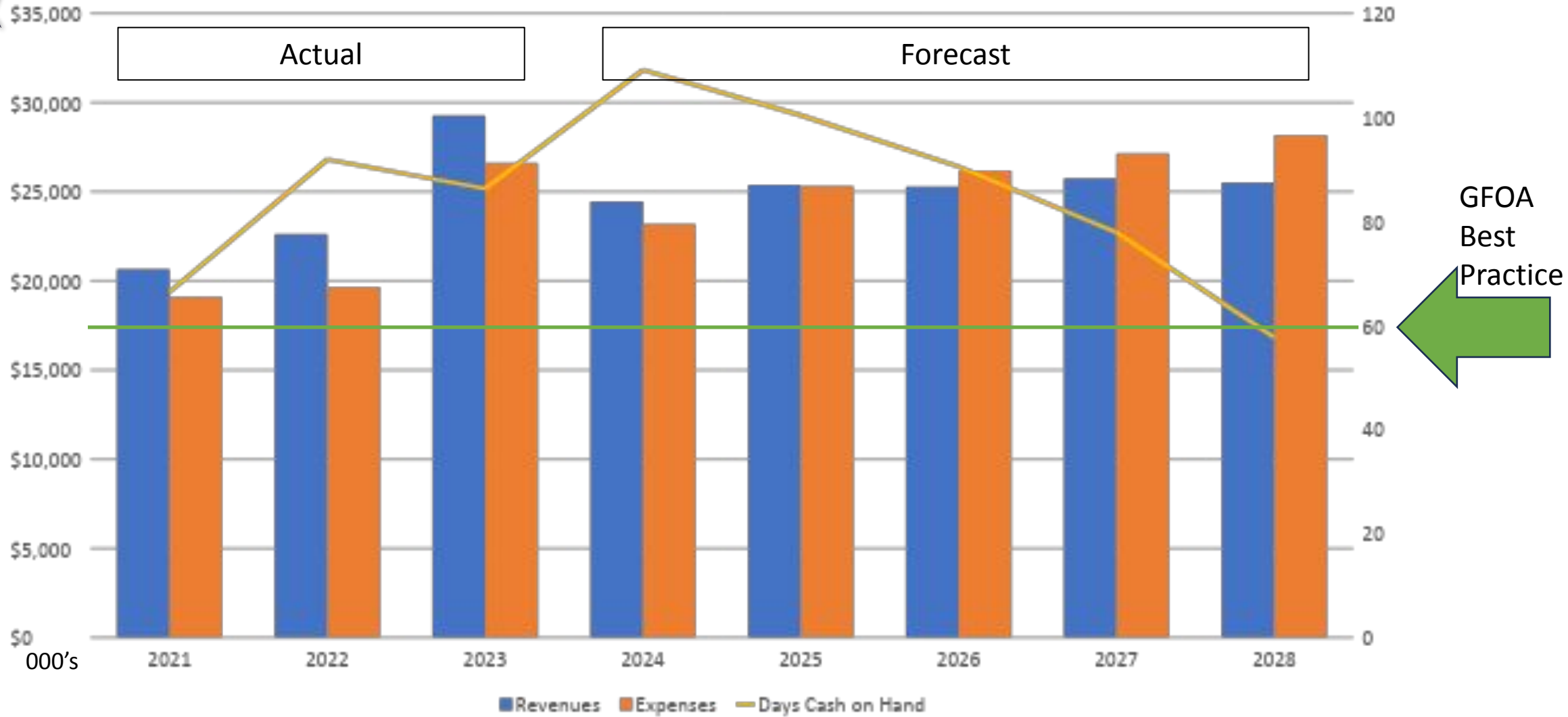
Certificate of Estimated  
Resources & Appropriations  
Certificate – Annual

Budget Management  
Input

The 5-Year Forecast is updated and approved every 6 months – in November and May



# Forecast – Cash Position





# Cost Drivers

FY 2025

- ESSER Funds fully exhausted in FY2024. Costs return to General Fund
  - 2 Teachers
  - 1 Counselor
  - Summer School
  - Literacy Coach
  - Curriculum Products — Edgenuity, Rise Up, Acadience, Generation Genius, Branching Minds, Writable Licenses
- Student Wellness & Success (Fund 467)
  - Mental Health Counselors
  - SROs
- Other
  - Athletic Training Services
  - Transportation – 4 new bus routes



# Cost Drivers

FY 2026

- Student Wellness & Success (Fund 467) – Required to be Exhausted in FY2025
  - 1 Nurse
  - Lead Mental Health Specialist
- Other
  - Athletic Training Services
  - Math Coach

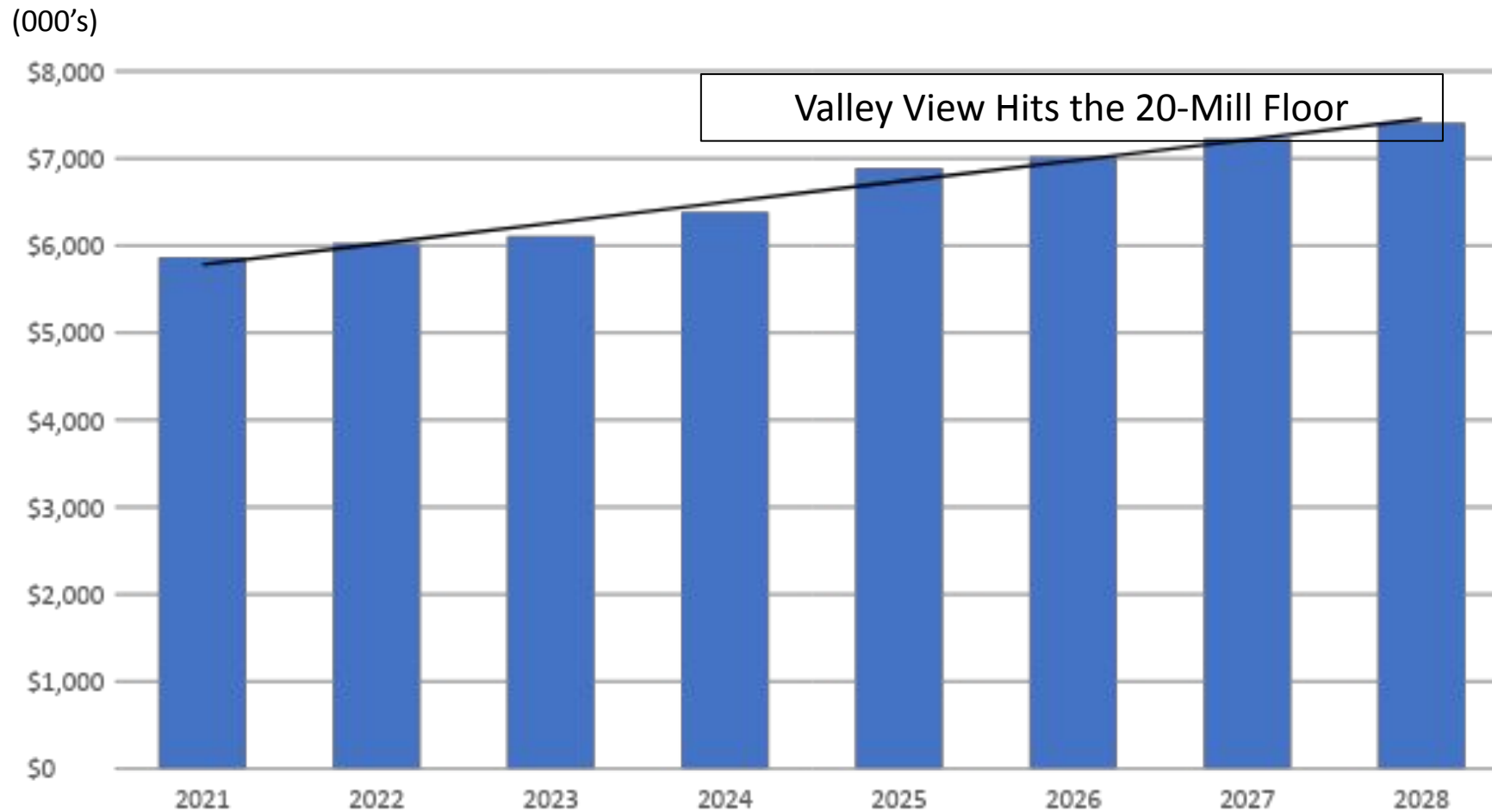


# Uncertainties, Risks & Opportunities





# Property Tax Collection Forecast

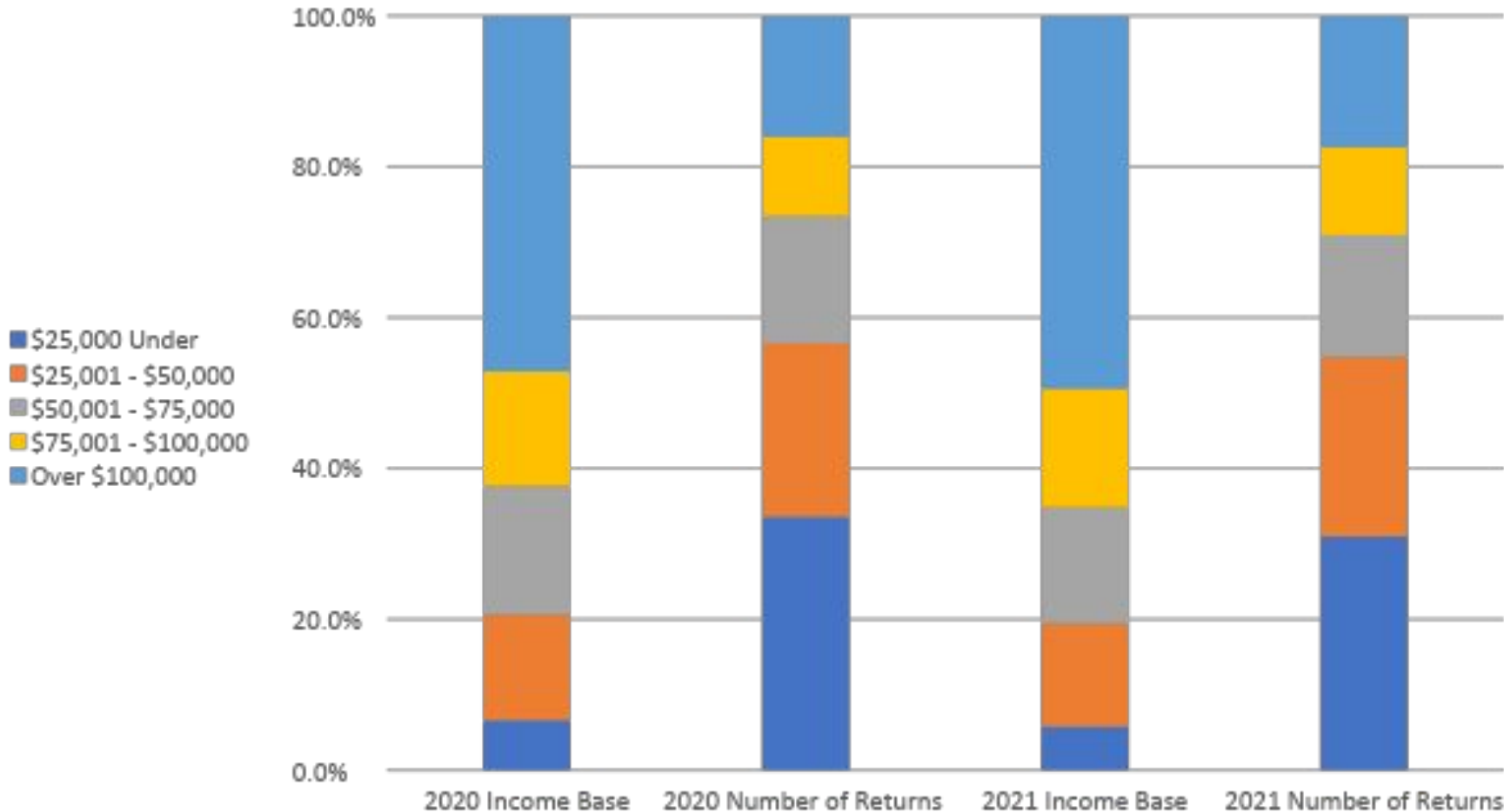


Property Tax Reform considered in Ohio Statehouse may change this forecast





# Income Tax Collection Forecast



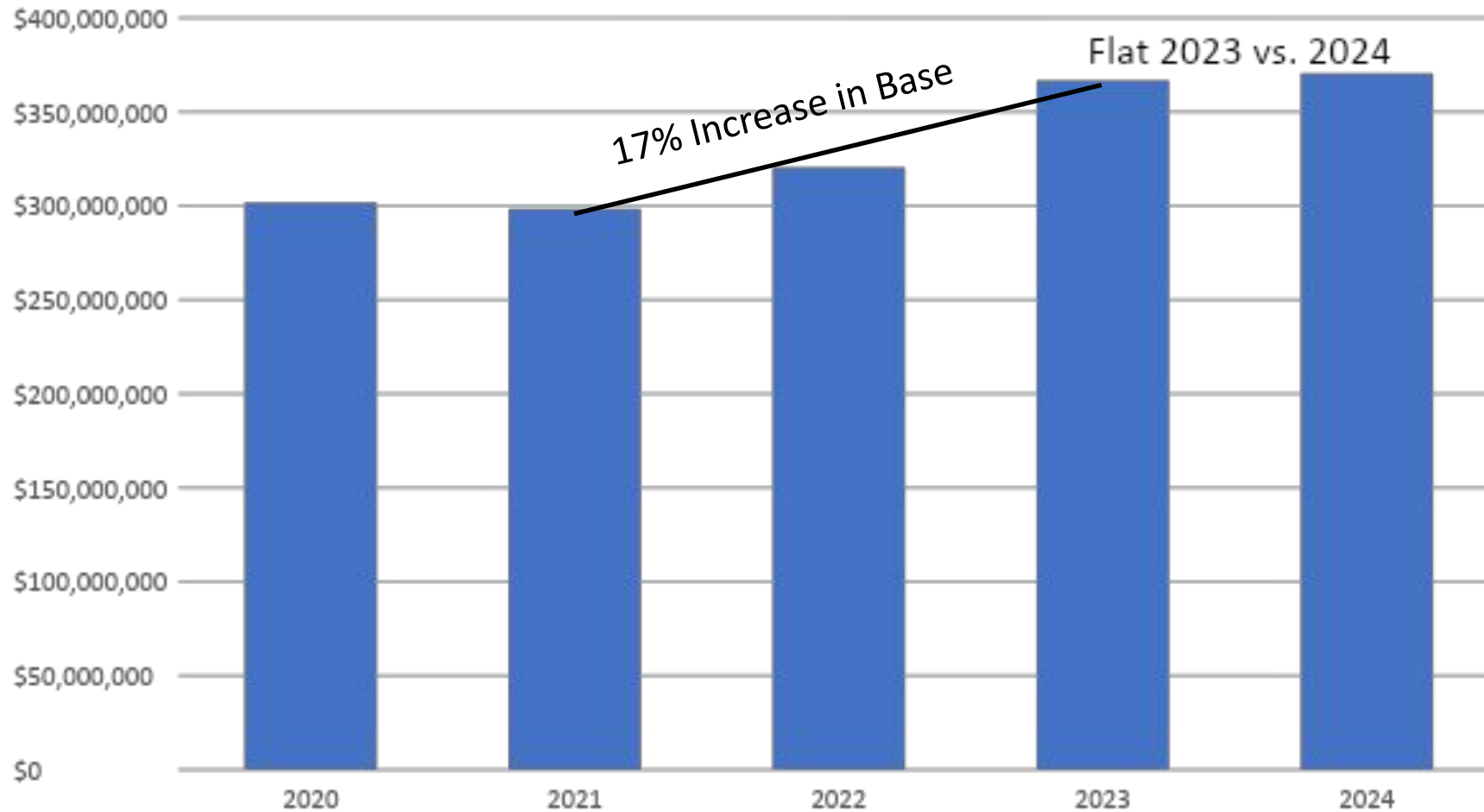
Most Rural Districts in Ohio are like Valley View in that they have an Income Tax and are on the 20 Mill Floor.

The District Income Tax has historically been a tremendous stabilizing factor for finances.

However, it is a less predictable stream of revenue than Property Taxes.



# Income Tax Base History





# Fair School Funding Formula

$$\underline{CtE - LC = SP}$$

Cost to Educate Student - Local Capacity = State Portion

Using cost inputs from local area to develop a cost per student using district enrollment numbers.

These costs are updated through the State budgeting process, the Budget Bill, every 2 years.  
Updating costs to the current year costs is not guaranteed.

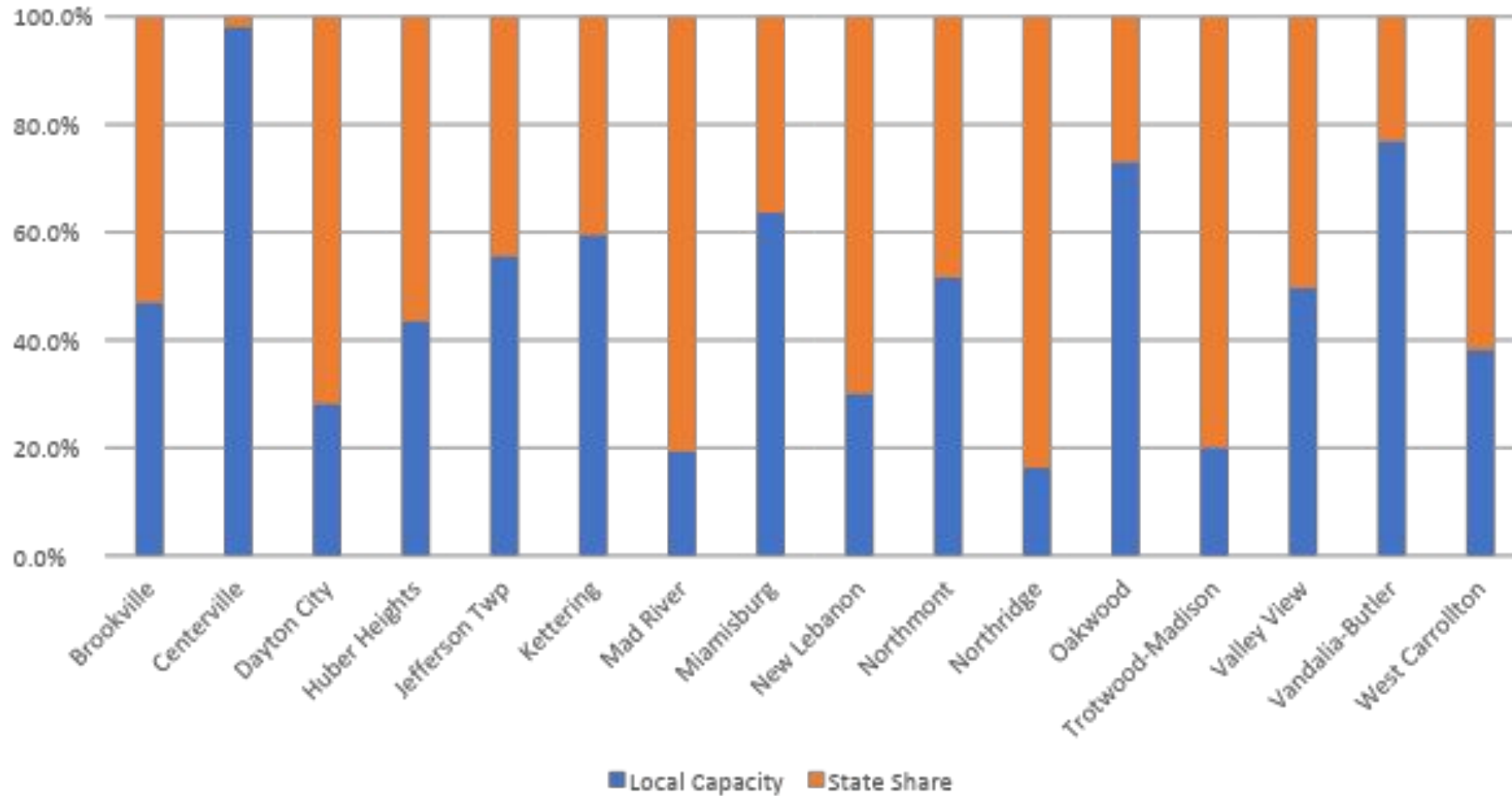
Local Capacity is 60% Assessed Property Valuation per Pupil + 40% District Income per Pupil

The Assessed Property Valuation per Pupil in our District increased significantly in the 2023 Revaluation. This will start to impact our Local Capacity in 2026 when a new State Budget is approved

State Portion per Pupil is the difference between the 2 values

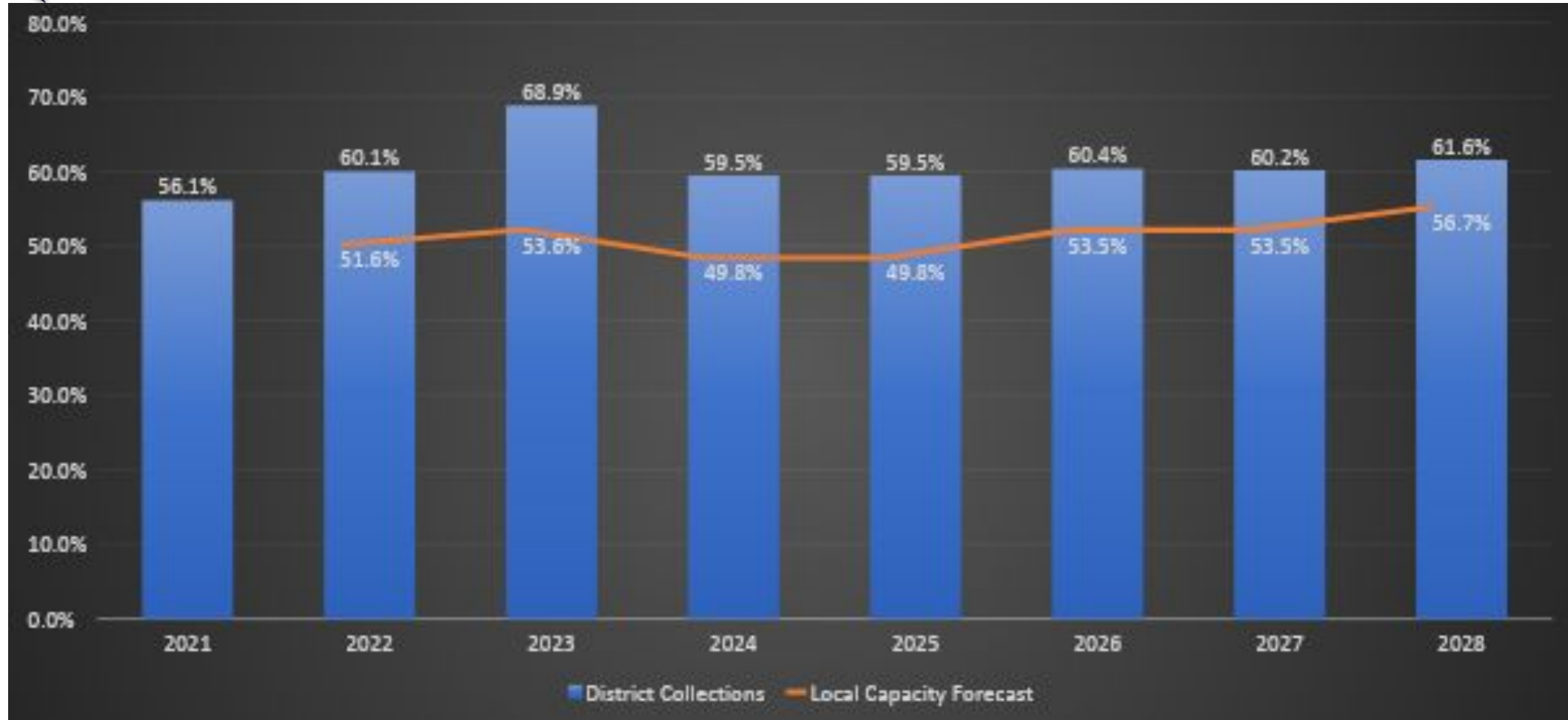


# Local Capacity – Montgomery County Schools





# Valley View – Percentage of Funding





# Five Year Forecast Conclusions

- Valley View Local School District General Fund is in a good financial position
  - The District has flexibility to appropriately react to risks that may materialize in daily operations
  - Current projections indicate healthy General Fund cash balance up to FY2028 – Cost Reduction Measures should be evaluated to extend the healthy balance further into the future
- Close attention must be paid to changes in the Fair School Funding Formula calculation inputs
- The District has Tools in Place to Monitor Revenue & Expenditure Trends