



Analysis of General Fund Five-Year Forecast July 1, 2023 Through June 30, 2028

Presented May 16, 2024

Inga Fisher, Treasurer

Analysis of Current Five-Year Forecast

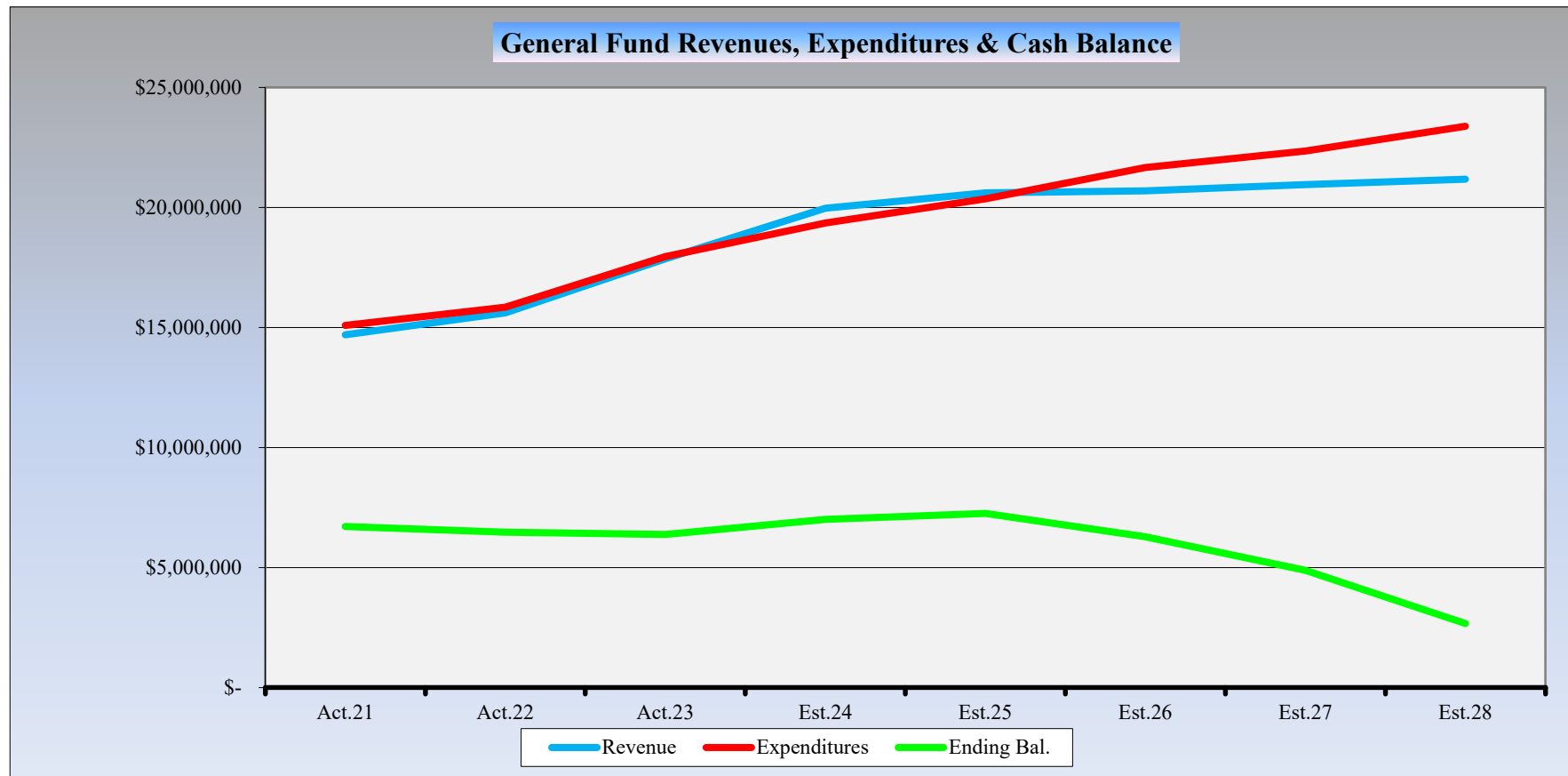
What is the Five-Year Forecast?

- The Five-Year Forecast is required to be completed and filed by the end of November and then updated by the end of May.
- It is required by the Ohio Revised Code; provides oversight to the Auditor of State and the Ohio Department of Education and Workforce.
- It is based on what we know today - in this moment, what we have seen in the past and what we anticipate will occur.
- Information is then evolved into estimates for subsequent years.
- Forecast variables can and **WILL** change multiple times throughout the year.
- The intent is to provide the District's financial trend over time and to provide a roadmap for decisions aimed at encouraging financial sustainability and stability.
- Key management tool.

Analysis of Current Five-Year Forecast

- The Five-Year Forecast shows three years of actual data and five years of projected revenues and expenditures for the District's **General Fund** only.
- “Does the District have the potential to incur a deficit during the first three years of the five-year projected period?”
- There are three main sections of the forecast: Revenues and Other Financing Sources, Expenditures and Other Financing Uses and the Cash balance.

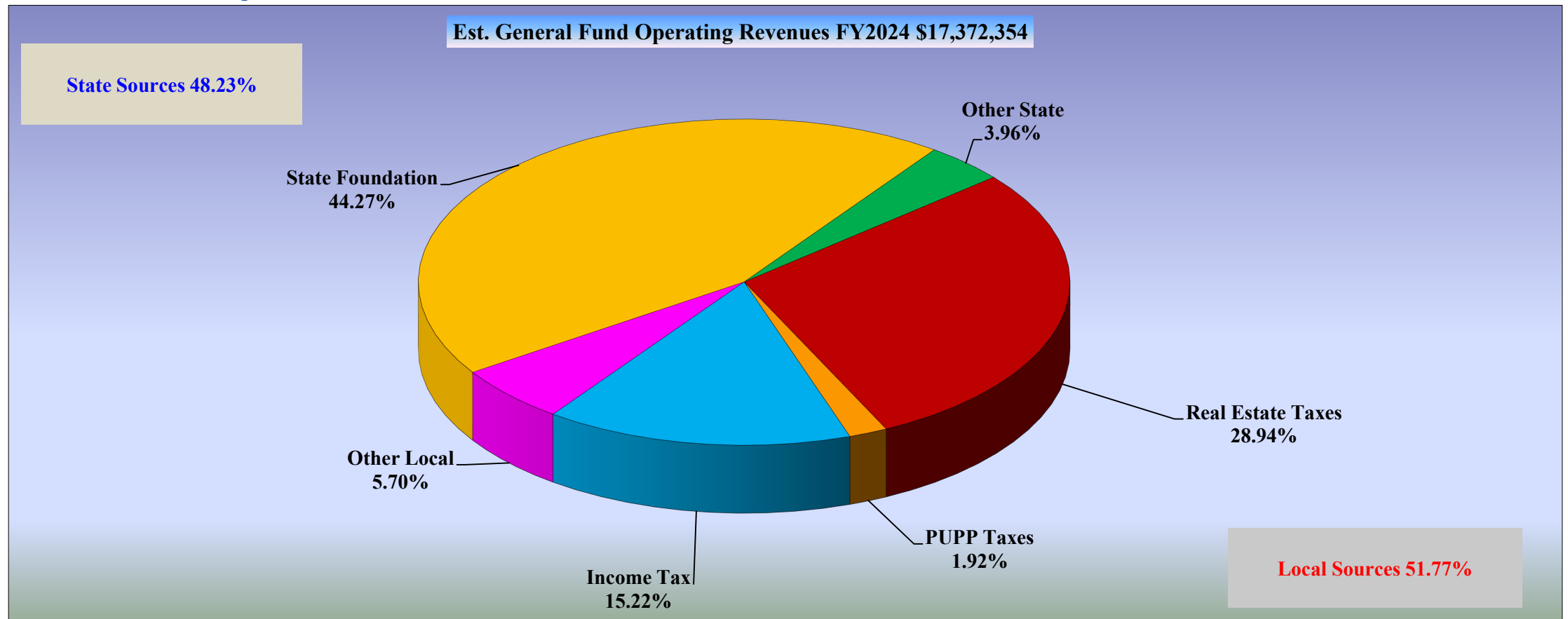
General Fund Revenues, Expenditures and Cash Balance



Snapshot of Revenues

Greeneview Local School District										
Greene County										
Schedule of Revenues, Expenditures and Changes in Fund Balances										
For the Fiscal Years Ended June 30, 2021, 2022 and 2023 Actual;										
Forecasted Fiscal Years Ending June 30, 2024 Through 2028										
		Actual				Forecasted				
		Fiscal Year 2021	Fiscal Year 2022	Fiscal Year 2023	Average Change	Fiscal Year 2024	Fiscal Year 2025	Fiscal Year 2026	Fiscal Year 2027	Fiscal Year 2028
	Revenues									
1.010	General Property Tax (Real Estate)	\$4,073,896	\$4,296,564	\$4,076,652	0.2%	\$5,027,370	\$5,619,971	\$5,640,777	\$5,814,476	\$5,958,137
1.020	Public Utility Personal Property	\$435,534	\$195,974	\$400,909	24.8%	\$332,757	\$513,518	\$524,618	\$535,718	\$546,818
1.030	Income Tax	\$2,173,541	\$2,504,349	\$2,697,887	11.5%	\$2,644,169	\$2,697,052	\$2,750,993	\$2,806,013	\$2,862,133
1.035	Unrestricted State Grants-in-Aid	\$5,520,168	\$6,337,083	\$6,317,062	7.2%	\$7,227,961	\$7,037,507	\$7,038,905	\$7,040,325	\$7,041,765
1.040	Restricted State Grants-in-Aid	\$41,812	\$308,557	\$314,552	320.0%	\$462,939	\$406,243	\$406,243	\$406,243	\$406,243
1.045	Restricted Fed. SFSF Fd. 532 /Ed Jobs Fd.504	\$0	\$0	\$0	0.0%	\$0	\$0	\$0	\$0	\$0
1.050	State Share of Local Property Taxes	\$595,035	\$597,257	\$596,801	0.1%	\$687,641	\$780,602	\$783,574	\$805,213	\$828,503
1.060	All Other Revenues	\$1,534,582	\$762,716	\$652,833	-32.4%	\$989,517	\$1,003,654	\$998,163	\$992,842	\$987,689
1.070	<i>Total Revenues</i>	\$14,374,568	\$15,002,500	\$15,056,696	2.4%	\$17,372,354	\$18,058,548	\$18,143,273	\$18,400,830	\$18,631,289
	Other Financing Sources									
2.010	Proceeds from Sale of Notes	\$0	\$0	\$0	0.0%	\$0	\$0	\$0	\$0	\$0
2.020	State Emergency Loans and Advancements (Approved)	\$0	\$0	\$0	0.0%	\$0	\$0	\$0	\$0	\$0
2.040	Operating Transfers-In	\$753	\$0	\$0	0.0%	\$0	\$0	\$0	\$0	\$0
2.050	Advances-In	\$198,000	\$606,913	\$2,691,875	275.0%	\$2,500,000	\$2,500,000	\$2,500,000	\$2,500,000	\$2,500,000
2.060	All Other Financing Sources	\$127,009	\$2,751	\$117,156	2030.4%	\$100,000	\$50,000	\$50,000	\$50,000	\$50,000
2.070	<i>Total Other Financing Sources</i>	\$325,762	\$609,664	\$2,809,031	224.0%	\$2,600,000	\$2,550,000	\$2,550,000	\$2,550,000	\$2,550,000
2.080	<i>Total Revenues and Other Financing Sources</i>	\$14,700,330	\$15,612,164	\$17,865,727	10.3%	\$19,972,354	\$20,608,548	\$20,693,273	\$20,950,830	\$21,181,289

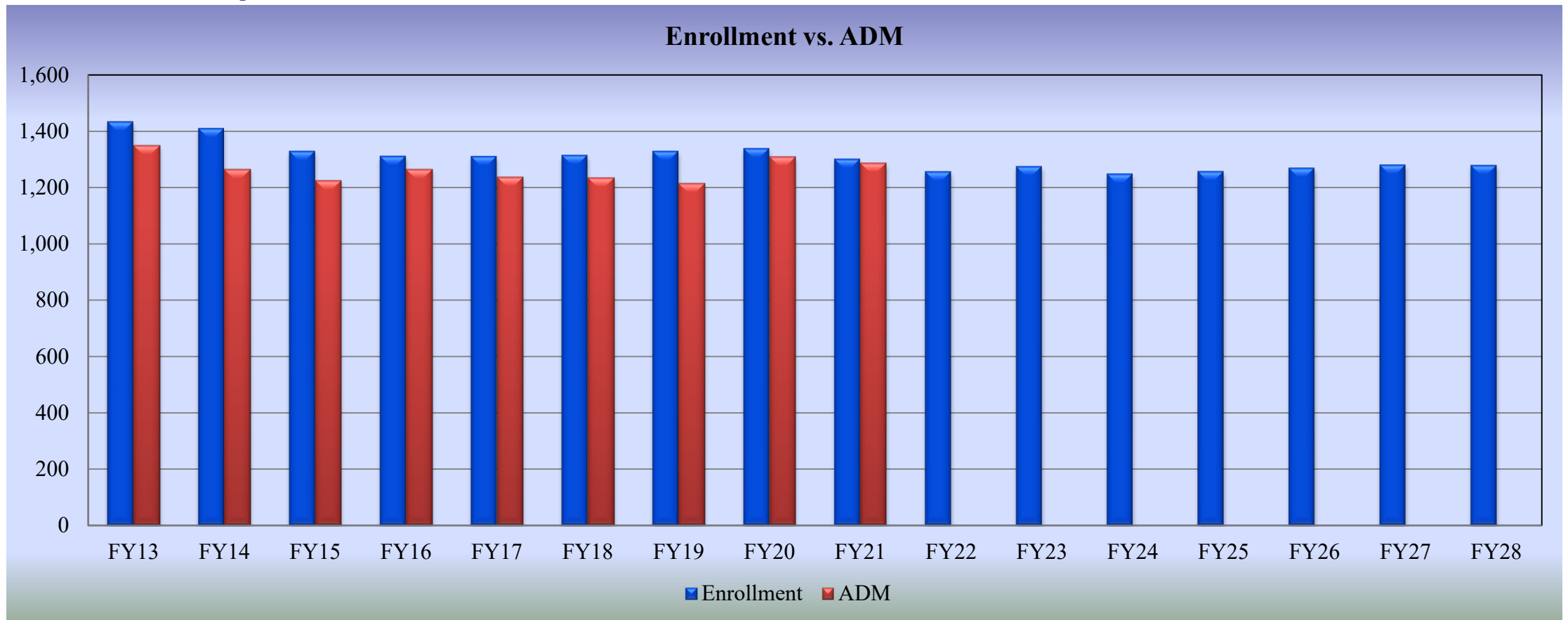
Estimated General Fund Operating Revenues FY 2024



Unrestricted Grants in Aid Revenue - Detail

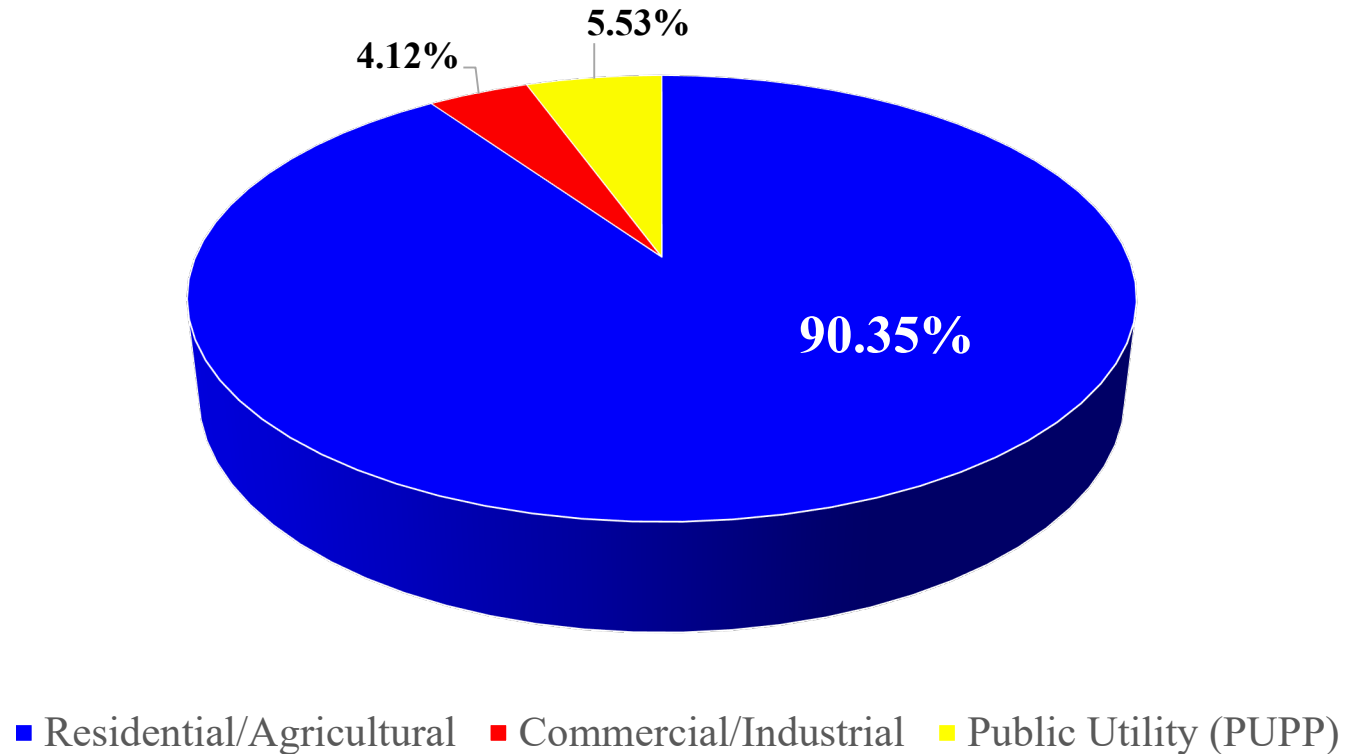
- HB 33 is the current State budget for FY 24 and FY 25.
- HB 33 continued the implementation of the Fair School Funding Plan for FY 24 and FY 25 which are years three and four years of the potential six-year phase in. This HB provided a net increase to the District's overall State funding.
- Current funding formula uses FY 22 statewide average district costs while other factors impacting a district's local capacity will update for FY 24 values/costs.
- Key Factors that Influence State Basic Aid in the Fair School Funding Plan:
 - **Student Population and Demographics**
 - **Property Valuation**
 - **Personal Income of District Residents**
 - **Historical Funding – CAPS and Guarantees from prior funding formula**
- State Revenue is approximately 48% of total revenue.

District Enrollment Comparison



Property Tax Revenue – Detail

Property Tax Values Est. FY 2024



Property Tax Revenue – Detail

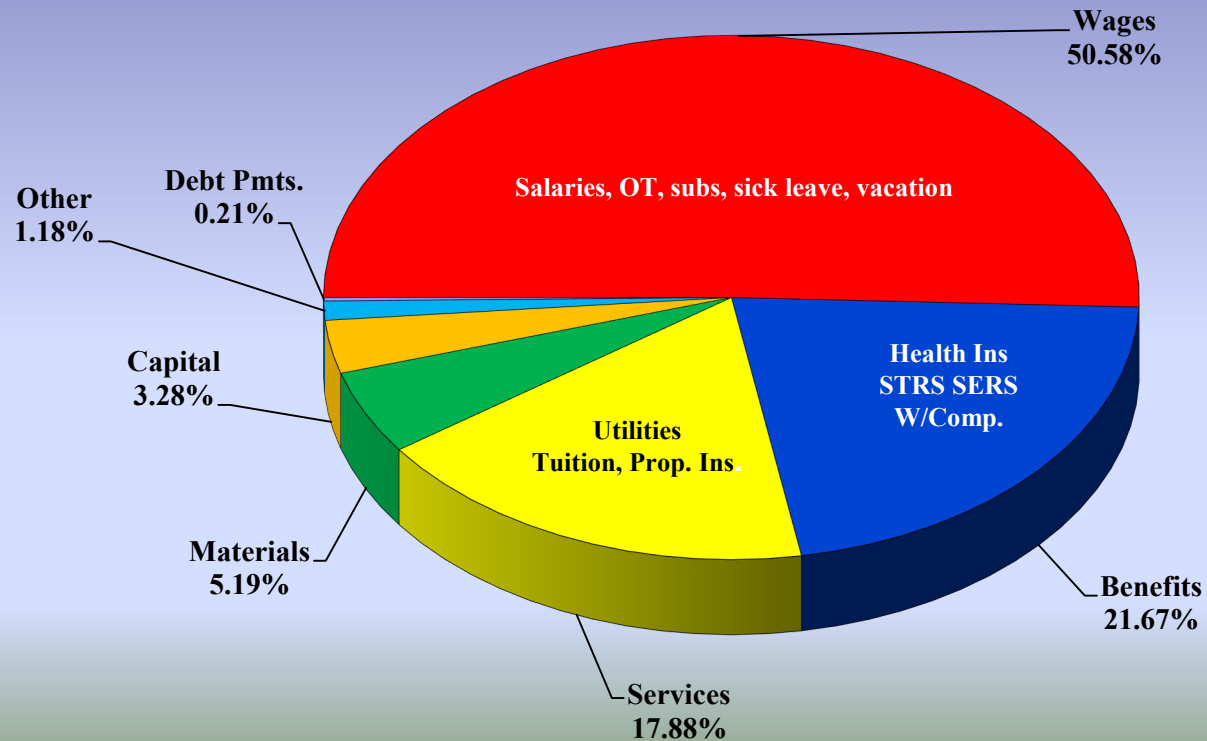
- Property values are established each year by the County Auditors in Greene, Clinton and Fayette Counties. Greene County is the county of record for Greeneview.
- Greene and Clinton Counties had a triennial update in 2023 for collection in tax year 2024. This increased the overall values for the District by \$91.81 million or 40.63%. The next reappraisal cycle for Greene and Clinton Counties will occur in 2026 for collection in FY 27. We are estimating a 5% increase in Res/Ag values and a 2% increase in commercial/industrial values.
- This increase does not include any increase for new construction either, so the District will continue to keep a close eye on any new developments.
- Because of this increase in property tax values, the District will be at the 20 mill floor for agricultural/residential property in the next fiscal year.
- Joint Committee on Property Tax Review and Reform has been formed by the legislature.

Snapshot of Expenditures

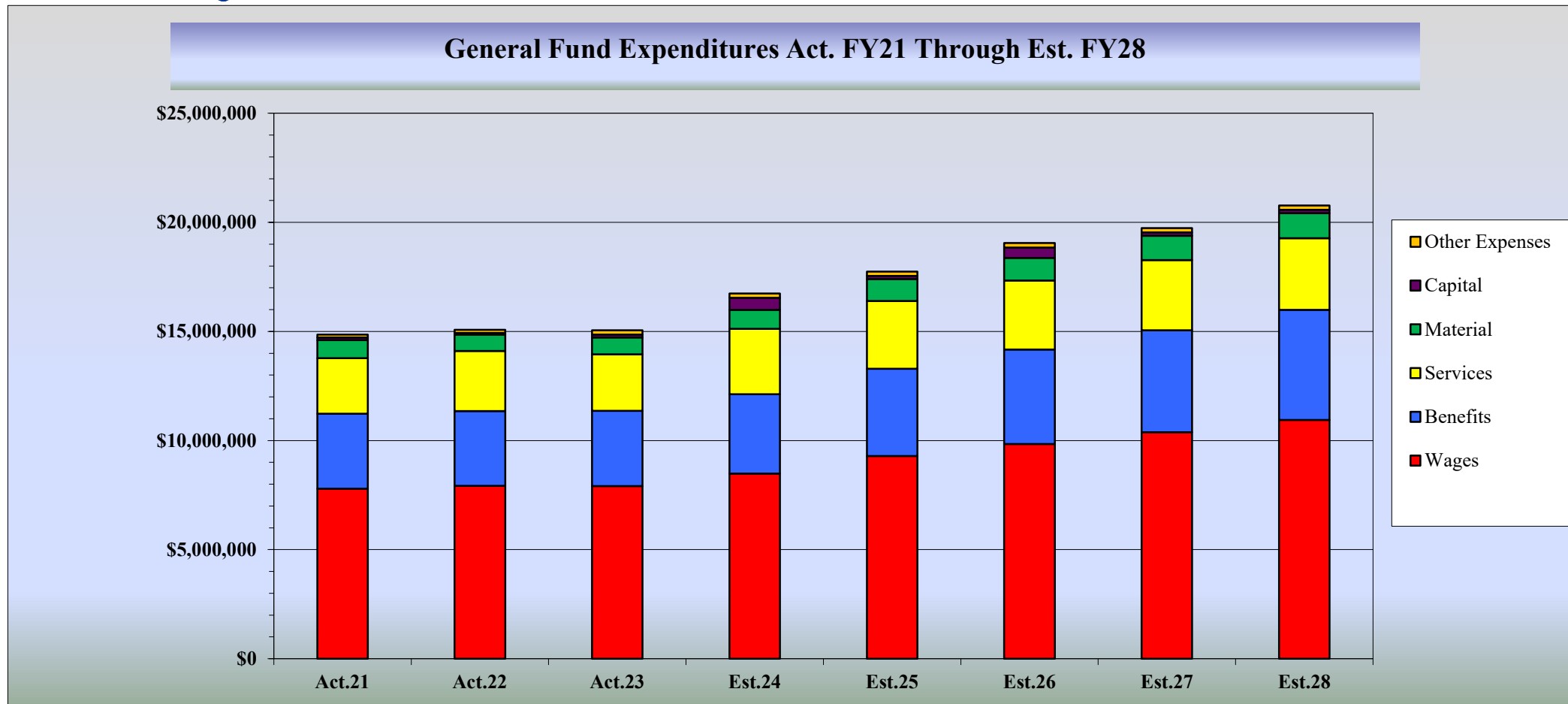
Greeneview Local School District									
Greene County									
Schedule of Revenues, Expenditures and Changes in Fund Balances									
For the Fiscal Years Ended June 30, 2021, 2022 and 2023 Actual;									
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	Actual				Forecasted				
	Fiscal Year 2021	Fiscal Year 2022	Fiscal Year 2023	Average Change	Fiscal Year 2024	Fiscal Year 2025	Fiscal Year 2026	Fiscal Year 2027	Fiscal Year 2028
Expenditures									
Personnel Services	\$7,791,047	\$7,919,370	\$7,916,636	0.8%	\$8,485,414	\$9,290,350	\$9,842,168	\$10,376,987	\$10,944,530
Employees' Retirement/Insurance Benefits	\$3,435,309	\$3,435,515	\$3,446,506	0.2%	\$3,635,604	\$3,970,839	\$4,265,785	\$4,602,519	\$4,968,920
Purchased Services	\$2,544,495	\$2,750,785	\$2,584,026	1.0%	\$2,999,624	\$3,104,947	\$3,162,277	\$3,221,175	\$3,281,699
Supplies and Materials	\$827,944	\$747,458	\$770,877	-3.3%	\$870,994	\$998,598	\$1,029,263	\$1,111,076	\$1,145,087
Capital Outlay	\$119,493	\$78,493	\$141,097	22.7%	\$550,000	\$150,000	\$480,000	\$150,000	\$150,000
Intergovernmental	\$0	\$0	\$0	0.0%	\$0	\$0	\$0	\$0	\$0
Debt Service:				0.0%					
Principal-All (Historical Only)	\$0	\$0	\$0	0.0%	\$0	\$0	\$0	\$0	\$0
Principal-Notes	\$0	\$0	\$0	0.0%	\$0	\$0	\$0	\$0	\$0
Principal-State Loans	\$0	\$0	\$0	0.0%	\$0	\$0	\$0	\$0	\$0
Principal-State Advancements	\$0	\$0	\$0	0.0%	\$0	\$0	\$0	\$0	\$0
Principal-HB 264 Loans	\$37,000	\$37,904	\$30,000	-9.2%	\$30,000	\$30,000	\$30,000	\$30,000	\$30,000
Principal-Other	\$0	\$0	\$0	0.0%	\$0	\$0	\$0	\$0	\$0
Interest and Fiscal Charges	\$8,992	\$3,904	\$6,720	7.8%	\$5,760	\$4,800	\$3,840	\$2,880	\$1,920
Other Objects	\$135,029	\$142,633	\$196,170	21.6%	\$198,131	\$200,113	\$202,114	\$204,135	\$206,176
Total Expenditures	\$14,899,309	\$15,116,062	\$15,092,032	0.6%	\$16,775,527	\$17,749,647	\$19,015,447	\$19,698,772	\$20,728,332
Other Financing Uses									
Operating Transfers-Out	\$79,515	\$79,515	\$110,085	19.2%	\$79,515	\$79,515	\$79,515	\$79,515	\$79,515
Advances-Out	\$115,309	\$652,461	\$2,750,410	393.7%	\$2,500,000	\$2,500,000	\$2,500,000	\$2,500,000	\$2,500,000
All Other Financing Uses	\$0	\$0	\$7,928	0.0%	\$0	\$0	\$0	\$0	\$0
Total Other Financing Uses	\$194,824	\$731,976	\$2,868,423	283.8%	\$2,579,515	\$2,579,515	\$2,579,515	\$2,579,515	\$2,579,515
Total Expenditures and Other Financing Uses	\$15,094,133	\$15,848,038	\$17,960,455	9.2%	\$19,355,042	\$20,329,162	\$21,594,962	\$22,278,287	\$23,307,847
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	(\$393,803)	(\$235,874)	(\$94,728)	-50.0%	\$617,312	\$279,385	(\$901,688)	(\$1,327,457)	(\$2,126,558)

Estimated General Fund Operating Expenditures FY 2024

Est. General Fund Operating Expenditures FY2024 \$16,775,527



Estimated General Fund Operating Expenditures FY 2024



Ending Fund Balance

Greeneview Local School District

Greene County

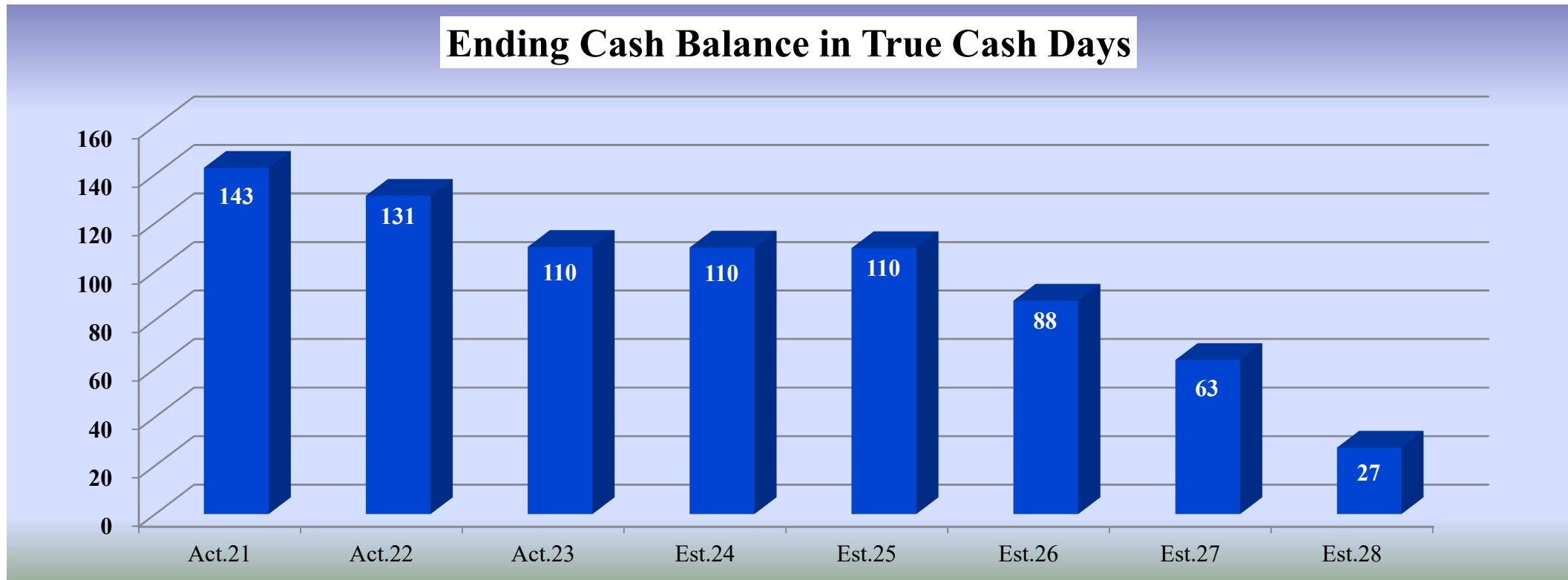
Schedule of Revenues, Expenditures and Changes in Fund Balances

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<i>Fund Balance June 30 for Certification of Contracts, Salary Schedules and Other Obligations</i>	\$5,900,013	\$5,694,876	\$5,416,088	-4.2%	\$5,822,815	\$6,102,201	\$5,200,512	\$3,873,055	\$1,746,498

Ending Cash Balance in True Cash Days



Summary

- The District has a positive cash balance through the end of FY 28 if the assumptions we have made remain close to our estimates.
- HB 33 continues the Fair School Funding Plan, and that has provided a net increase to the District's overall State funding for FY 24 and FY 25. We have to keep a close eye on the FY 26/FY 27 and then the FY 28/FY 29 budget bills to see what effect this will have on State funding for school districts.
- Because of the huge increase in property tax values across the State, the legislature formed a Joint Committee on Property Tax Review and Reform. This committee is still meeting and the results of the forecast are still pending as of this forecast. We are watching the deliberations closely and the results could impact future reappraisals and possibly impact the 20 mil floor currently in law.
- Income tax collections will be dependent on the economy and the unemployment rate.
- The District still is deficit spending (expenditures more than revenues) each year of the forecast after FY 25 which is causing the cash balance to decrease each year.
- I will continue to be conservative with the estimates in the forecast, but in FY 26, the District is going to have to begin to look at ways to generate more operating revenue for the future whether it be by looking at an additional income tax levy or property tax levy. Otherwise, cost cutting measures will have to be taken.

Summary

FINAL DISCLAIMER: This forecast is only good as of this exact point in time. The information known will change tomorrow.

Analysis of Current Five-Year Forecast

Questions?

