



RIVER VALLEY FIVE-YEAR FORECAST SPRING UPDATE

May 2024

PURPOSE OF FIVE-YEAR FORECAST

- ODE's purposes and objectives for the five-year forecast are:
 - To engage the local board of education and the community
 - Determine the District's ability to sign 412 certificate
 - To assist in identifying school districts with potential financial problems

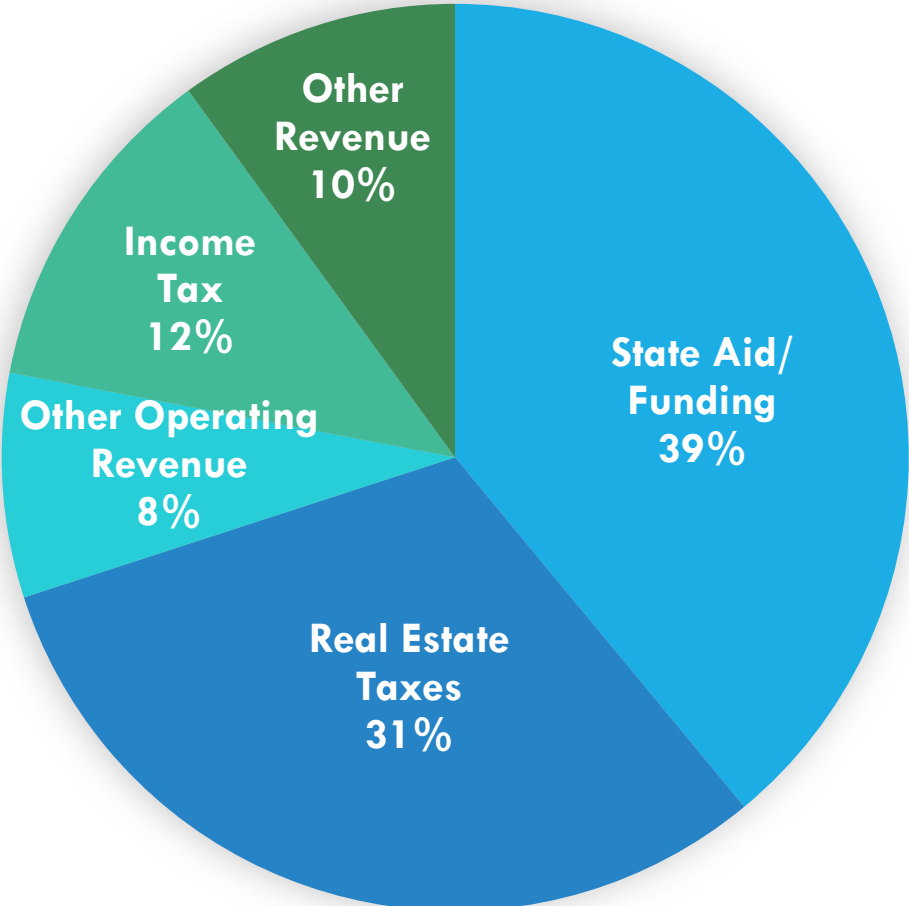
FORECAST METHODOLOGY

- Required by the State to be adopted by the Board twice per year
- Levies that are not already passed by the voters cannot be included in the adopted forecast
- Based on historical trends, current factors and the understanding that variables can change multiple times throughout a fiscal year
- Intent is to provide the district's financial trend over time and a roadmap for decisions aimed at encouraging financial sustainability and stability.

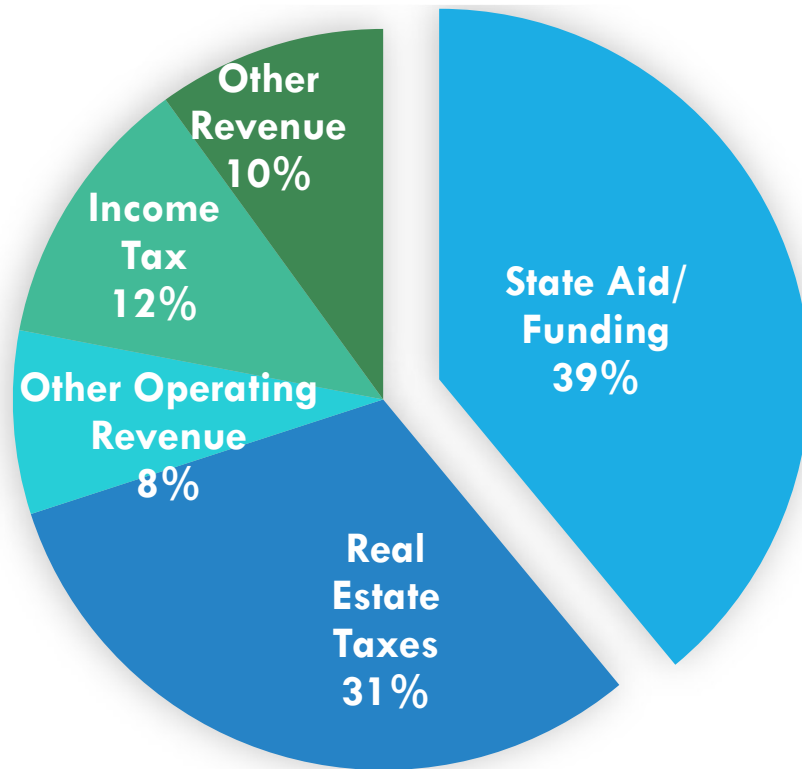
FISCAL YEAR 2024 REVIEW

- First year in this biennium budget at the state level with a continued phase-in of the Fair School Funding Plan
- Income tax receipts continue to be higher than projected by the Ohio Department of Taxation
- Projected positive position to end the year

OPERATING REVENUE

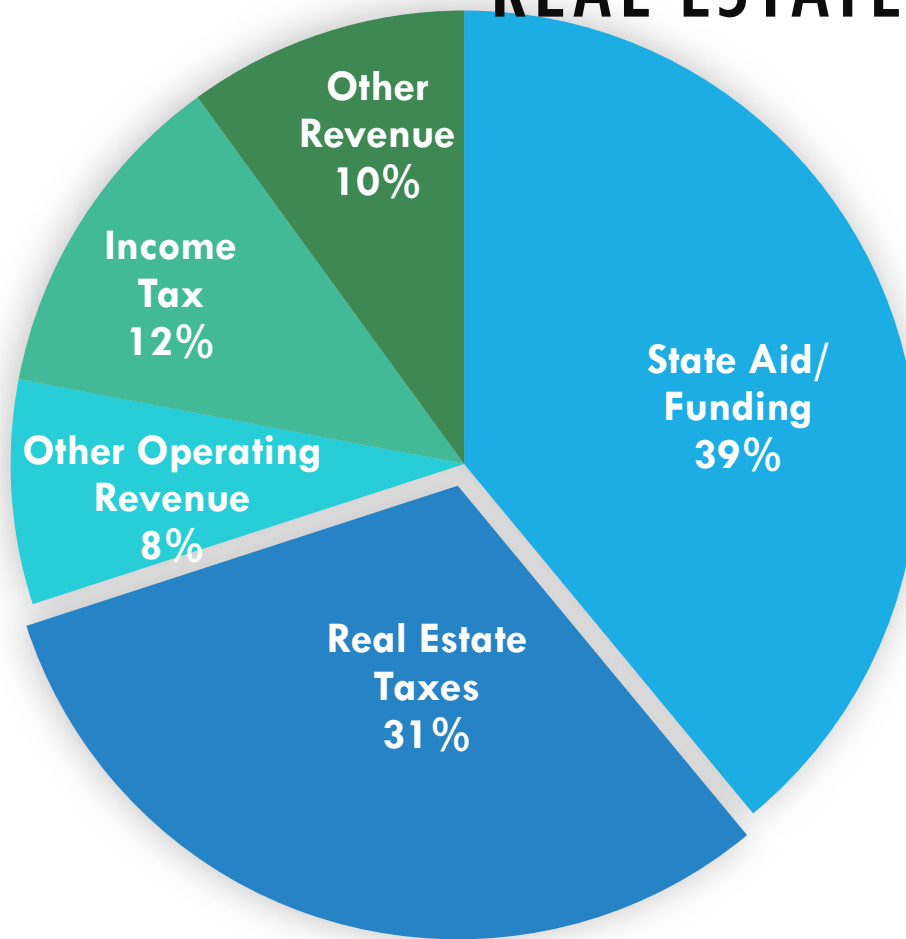


UNRESTRICTED STATE AID



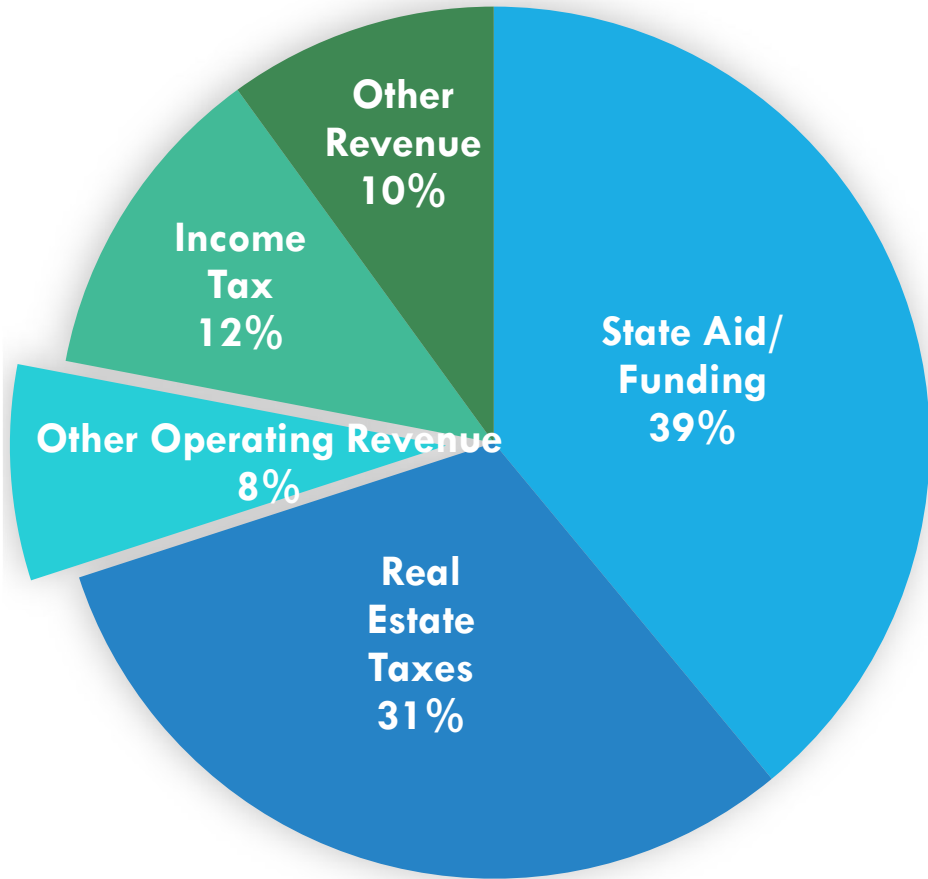
- 39% of total revenue
- Funding is driven by a base cost methodology
- Forecasted gradual decrease in the state's share

REAL ESTATE TAXES



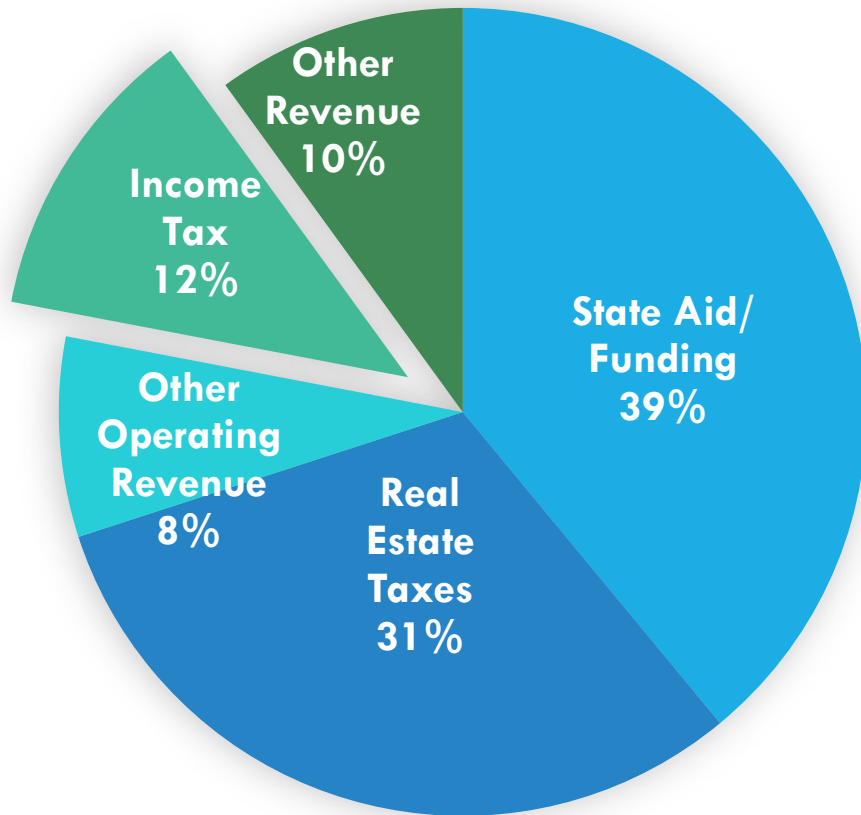
- 31% of Total Revenue
- Historical settlement collections and property valuations taken into consideration

OTHER OPERATING REVENUE



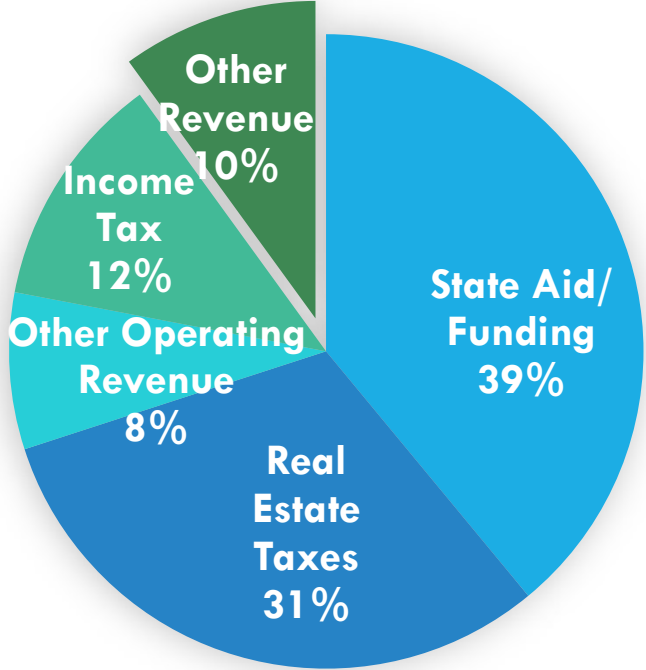
- 8% of total revenue
- Significant decrease when looking back to FY21 due to changes implemented in the FSFP beginning in FY22
- Still includes: Rehab facility reimbursements filed through SF14 PD process twice per year, special education reimbursements through annual excess cost filing and all other revenue streams that do not fit in other categories, such as preschool tuition, student fees, earnings on investments, rental fees and donations

INCOME TAX



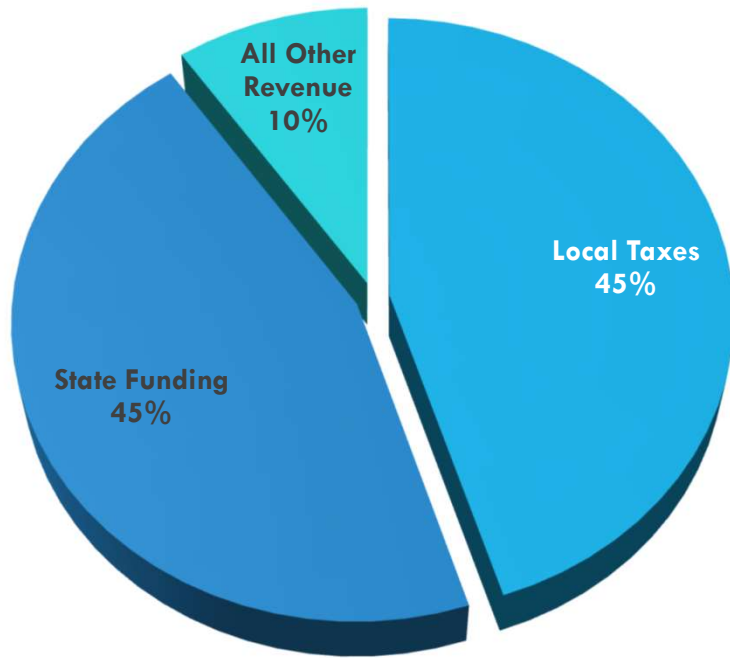
- 12% of Total Revenue
- Still experiencing growth, but at a slower rate than in prior years

OTHER REVENUE



- Includes four categories of revenue
 - PUPP
 - Restricted Grants-In-Aid
 - Property Tax Allocation
 - Other Financing Sources
- Total of 10% of District revenues

Current Fiscal Year Projected Revenue Analysis

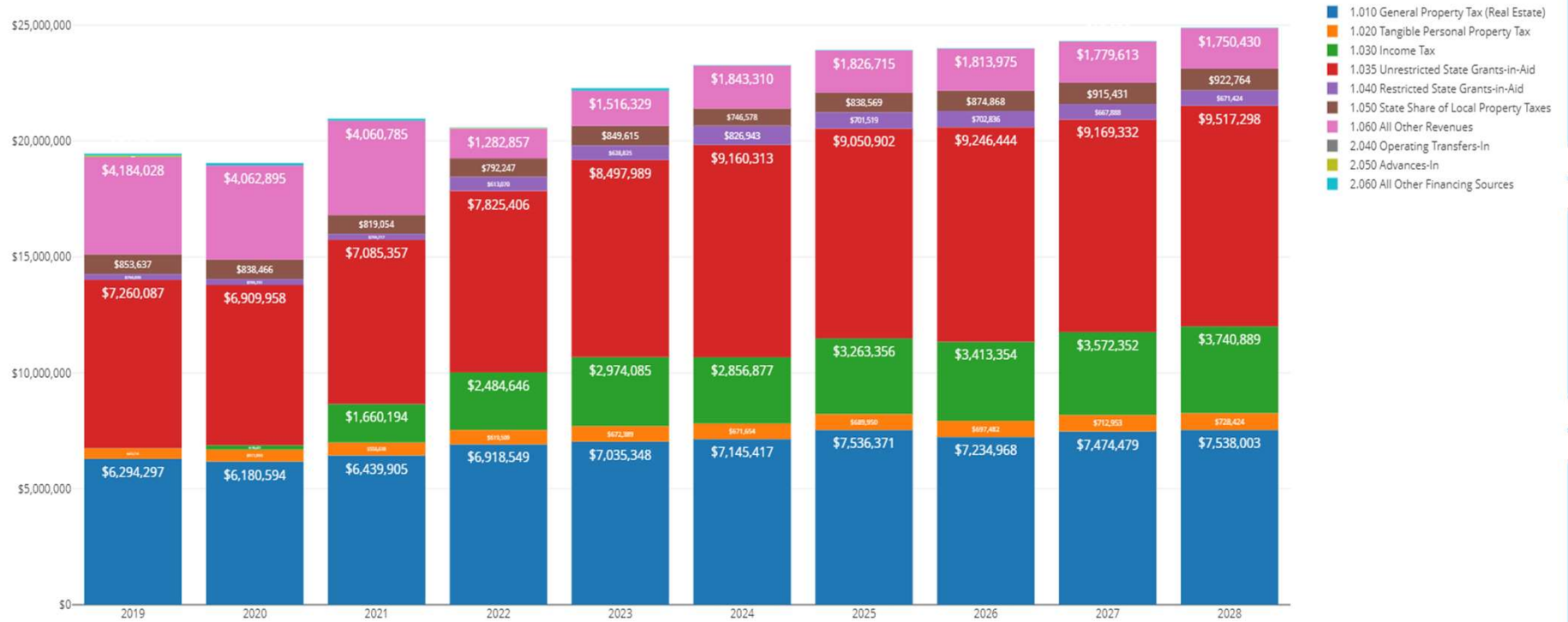


Projected Local Taxes	\$10,673,947
Real Estate Property Taxes	\$7,145,417
Public Utility Property Taxes	\$671,654
Income Taxes	\$2,856,877

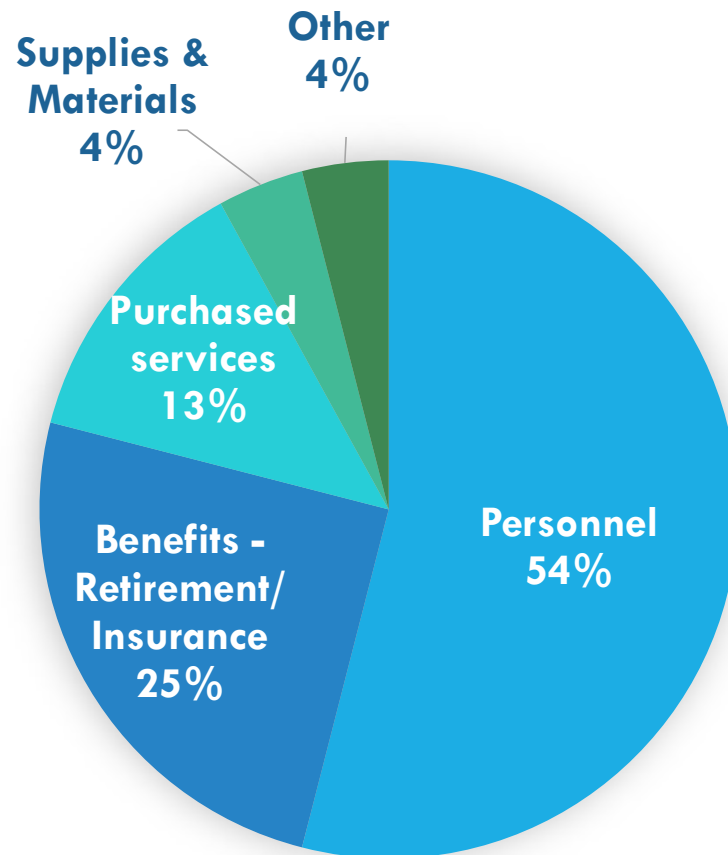
Projected State Funding	\$10,733,834
Fair School Funding Plan	\$9,160,313
Restricted State Funding	\$826,943
State Share of Local Taxes	\$746,578

Projected All Other Revenue	\$2,297,349
Other Operating Revenue	\$1,843,310
Other Sources	\$454,039

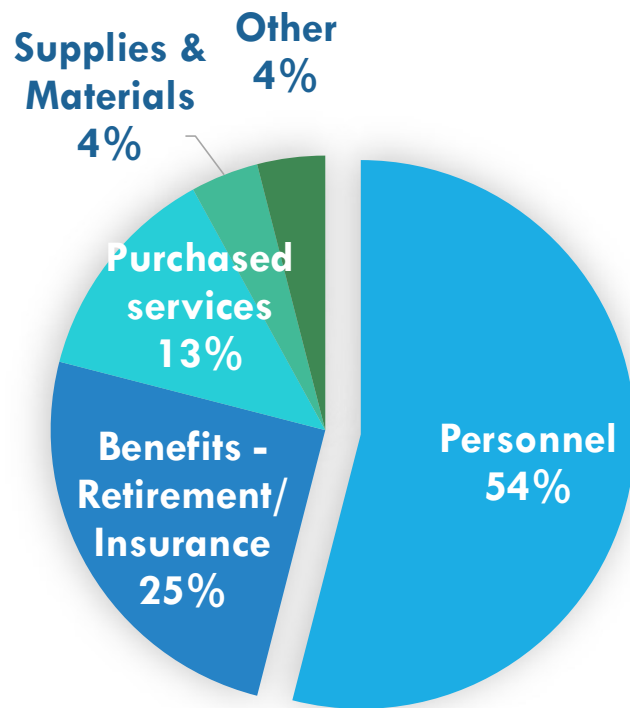
YEAR OVER YEAR REVENUE COMPARISON



OPERATING EXPENSES

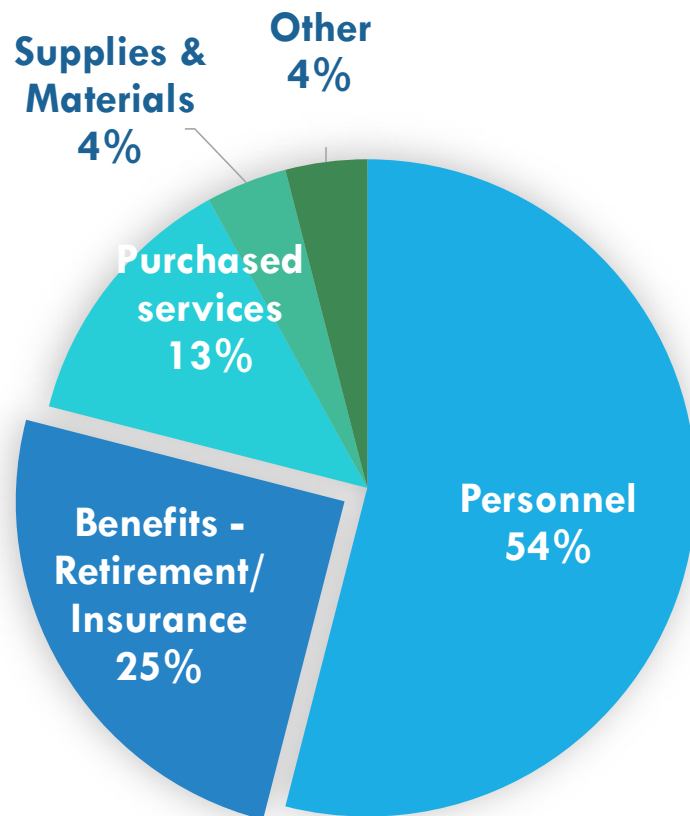


PERSONNEL



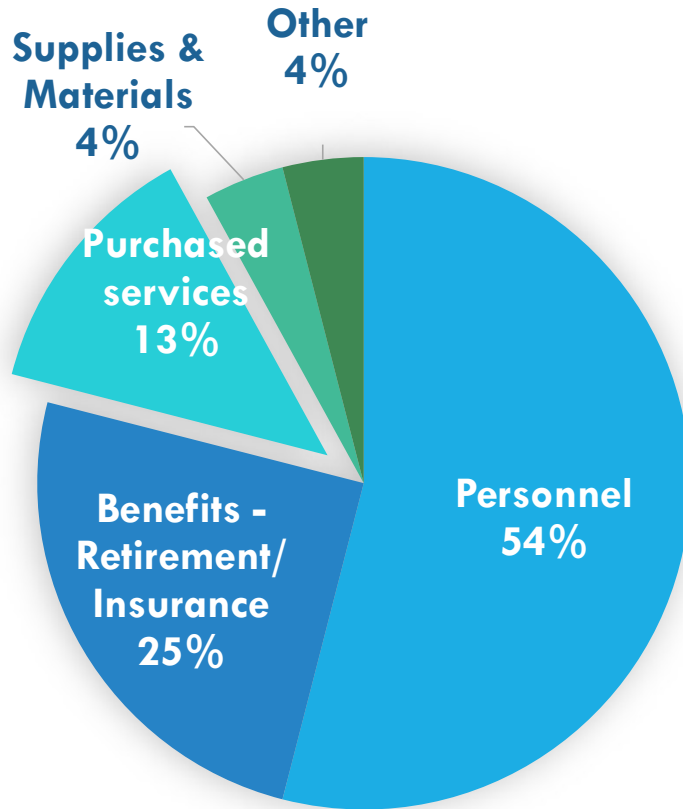
- Personnel is the District's largest expenditure
- 54% of total expenses

BENEFITS



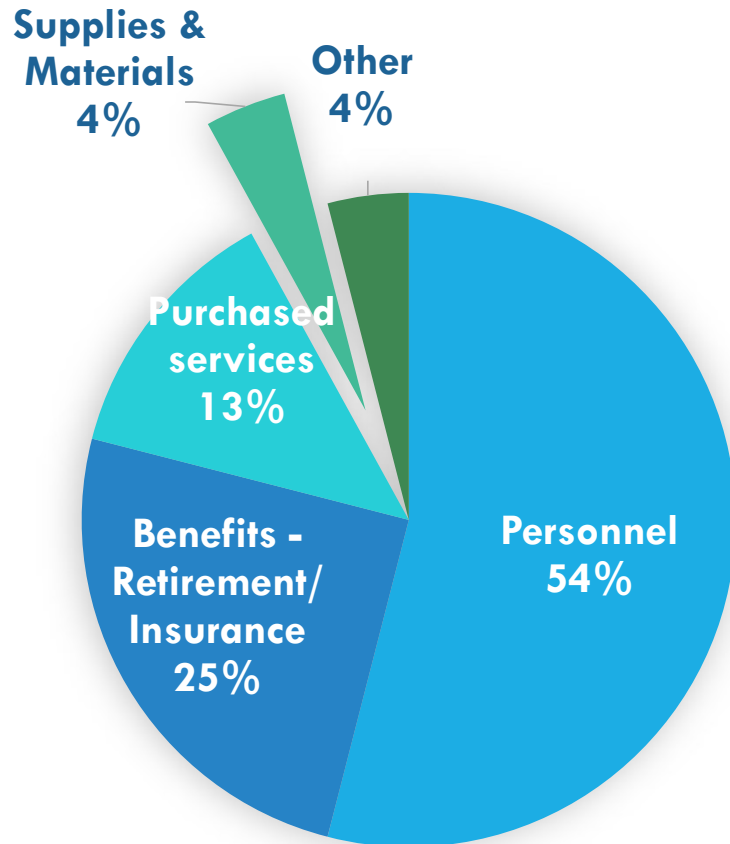
- Retirement/Insurance Benefits are the second largest expenditure
- 25% of total expenses

PURCHASED SERVICES



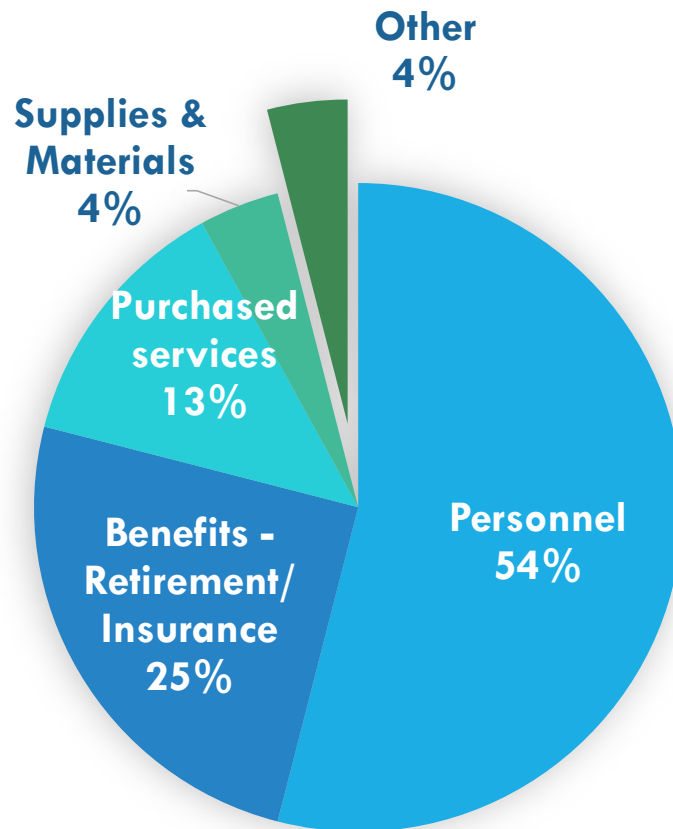
- Purchased services is the third largest expenditure
- 13% of total expenses

SUPPLIES & MATERIALS



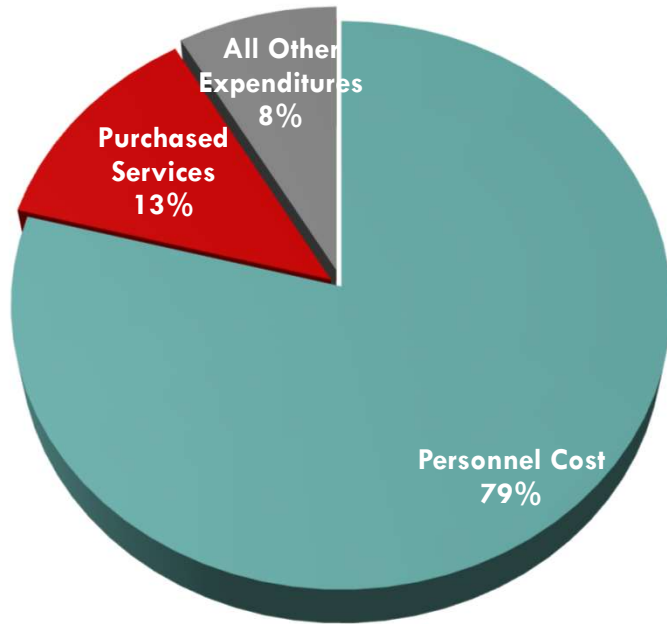
- 4% of total expenses
- Increased expenses this year due to updating programs, custodial/maintenance needs and costs increasing
- Loss of classroom facilities maintenance fund, so some expenses will shift to the general fund

OTHER EXPENDITURES



- Comprised of four other line items
- 4% of total expenses
- Fluctuate based on need

Current Fiscal Year Projected Expenditure Analysis

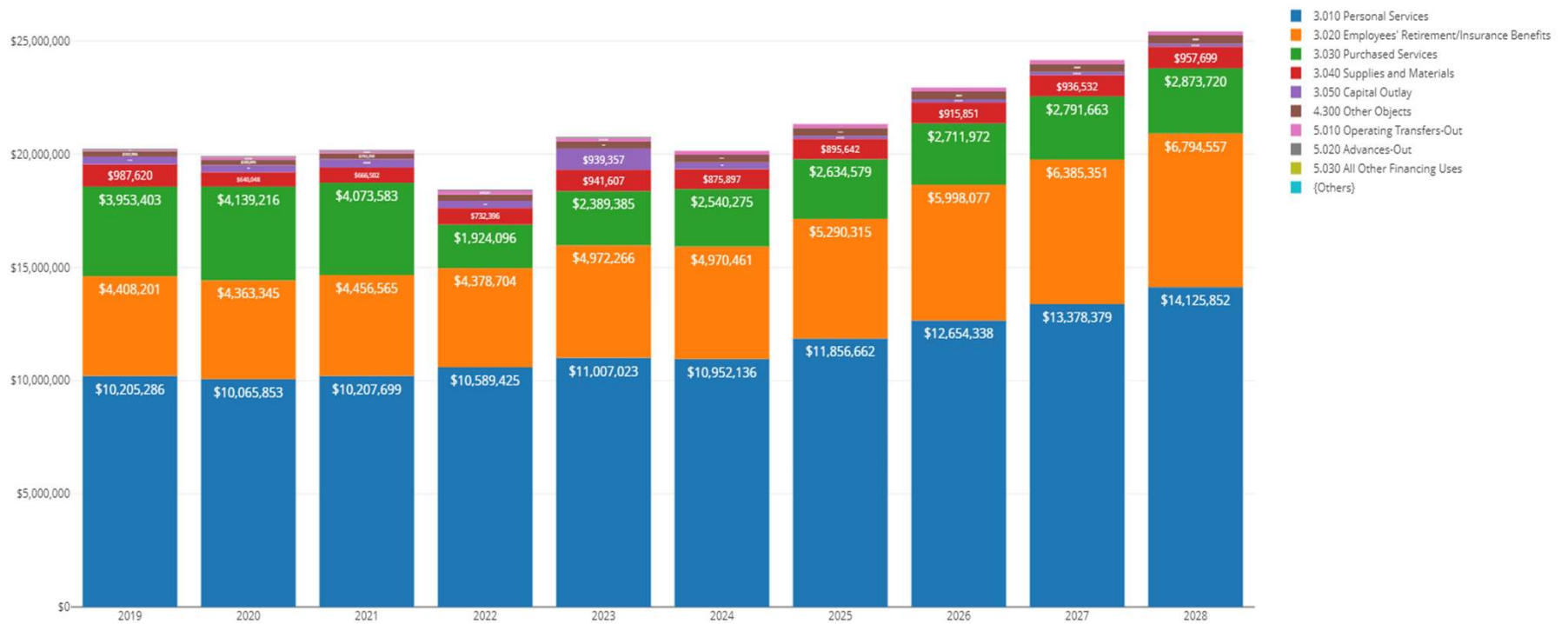


Projected Personnel Costs	\$15,922,597
Salaries	\$10,952,136
Benefits	\$4,970,461

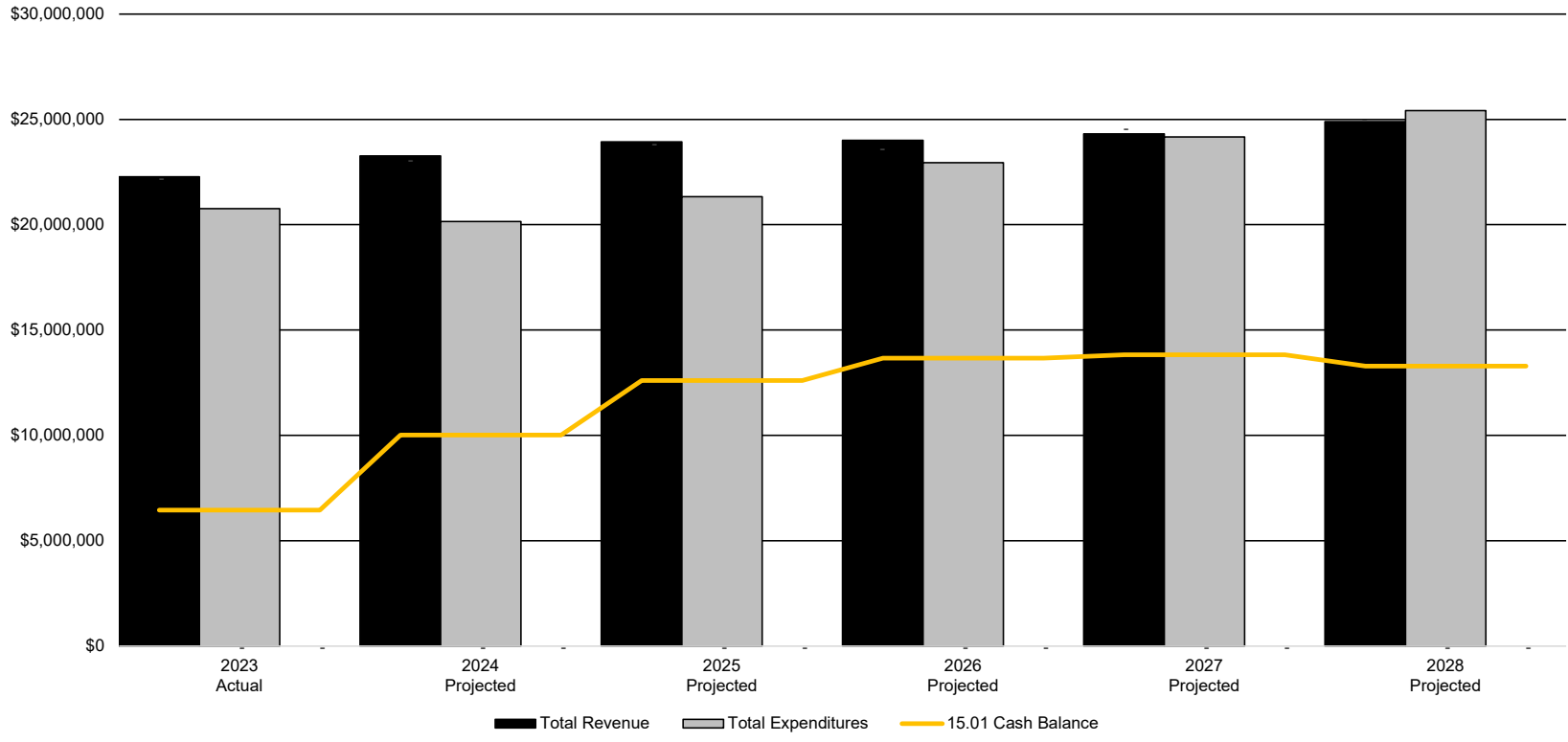
Projected Purchased Services	\$2,540,275
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Projected All Other Expenditures	\$1,684,205
Supplies, Capital, Debt, Other Operating	\$1,516,018
Advances, Transfer, Other Uses	\$168,188

YEAR OVER YEAR EXPENSE COMPARISON



Projected Revenue, Expenditures, and Cash Balance



CONSIDERATIONS AND ANALYSIS

- The district's has a projected positive position in FY24, with a projected shortfall in FY2028
- Preventing expenses from exceeding revenues and monitoring revenue streams will be crucial to long-term financial stability
 - ER levy falling off in FY24
 - Newly approved PI levy
 - Renewed earned income tax levy
- Use of PI funds to address capital projects will help reduce the need to use general fund money for expenses of this nature
- Forecast, notes, and a copy of this presentation will be uploaded to the District website following board approval