

SPRINGBORO COMMUNITY CITY SCHOOLS

5-YEAR FORECAST

FISCAL YEARS 2008 through 2012

PREPARED: May 29, 2008

ASSUMPTIONS

REVENUES

1. GENERAL PROPERTY TAX

The Springboro Community voted in February 2008 to renew our two expiring Emergency Operating Levy's. These two levy's represented \$9.2 million in General Property Tax revenues. The Springboro Board of education has adopted a new funding plan that calls for the placing of a "phase-in" levy on the ballot in August 2008. This phase in will occur as follows: 3.99 mills collected in 2009, 1 mill collected in 2010 and 1 mill collected in 2011. When fully phased in the millage will be 5.99 millls and will generate approximately \$5.5 million dollars annually.

2. TANGIBLE PROPERTY TAX

Local Tangible Property tax revenues are anticipated to decrease. HB66 reduces tangible property valuation by 25% per year beginning in TY2006. These reductions are reflected as a decrease to Tangible Personal property tax line.

3. UNRESTRICTED GRANTS-IN-AID

The State funding formula approved under HB66 will keep the 2007/08 Springboro Schools state base cost funding amount the same as what was received in 2005. We will receive more funding for transportation, gifted and special education. These modest increases equate to a 1.5% increase in state funding. Future increases in state funding are due to the replacement of Tangible tax revenues lost as a result of HB66 and the district receiving a guaranteed amount due to the state funding formula inadequacies.

- We will utilize historical funding trends to project beyond FY2008.

4. PROPERTY TAX ALLOCATION

Homestead and Rollback reimbursement is being phased out by the state. The state has promised to keep school funding whole in this area.

- We have maintained the same level of funding in the forecast with the understanding that it may not be called Homestead and Rollback Reimbursement.

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EXPENDITURES

1. **PERSONAL SERVICES**

We are assuming the following:

	2008	2009	2010	2011	2012
Staff Base Increase	2.85	2.50%	2.50%	2.50%	2.50%
Average Incremental Change (Step-Up)	1.63%	1.63%	1.63%	1.63%	1.63%
Staff schedule migration	.5%	.5%	.5%	.5%	.5%
Staff Increases are as follows:	15	4	13	13	18

2. **RETIREMENTS/BENEFITS**

We are assuming a 10% increase in benefits for 2008, 14% for 2009 and 10% each year thereafter thru 2012.

3. **PURCHASED SERVICES**

In order to allow for the “phase-in” levy we reduced our planned expenditures for purchased services. We have eliminated the planned inflationary growth amount of 3% for FY2009. An average increase of 3.0% per year is planned for the period FY2010-FY2012.

4. **SUPPLIES AND MATERIALS**

In order to allow for the “phase-in” levy we reduced our planned expenditures for supplies and materials. We have eliminated the planned inflationary growth amount of 3% for FY2009. This account will receive an average increase of 3.0% each year for the period 2010-2012.

5. **CAPITAL OUTLAY**

In order to allow for the “phase-in” levy we reduced our planned expenditures for capital outlay. We have eliminated the planned inflationary growth amount of 3% for FY2009. Capital Outlay expenditures will be increased by 2% per year for fiscal year 2010-2012.

6. **DEBT SERVICE**

The General fund currently pays for three Ohio School Pool lease agreements.