



November 2024 Forecast

Terrah Stacy - Treasurer/CFO



This forecast reflects changes that have occurred after the May 2024 forecast was approved and adopted. These changes could include:

- Board approved items not previously in forecast
- Changes in reappraisal estimates from the county auditor for triennial updates
- Changes in state funding estimates to actual, due to enrollment changes
- Future changes to funding formula or contributions during the State's biennium budget process
- Revenue or expenses not known at the time the forecast was modified
- Staffing changes and attrition

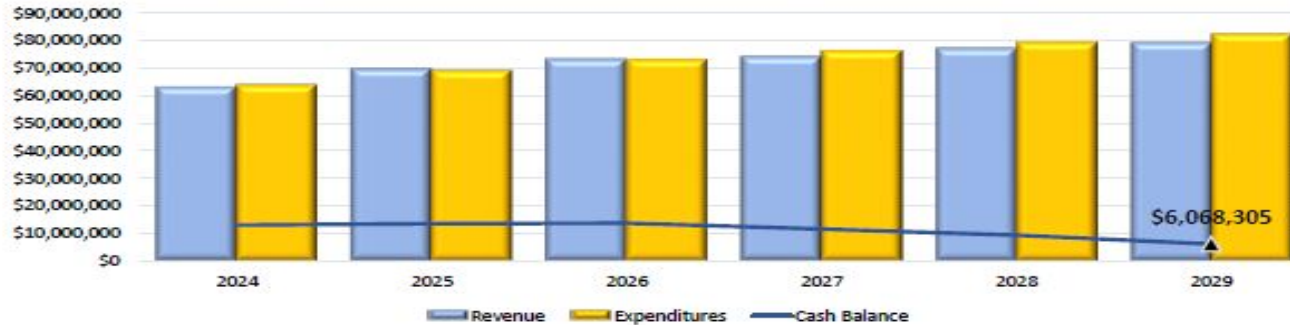
Summary Forecast FY25-FY29



Forecast Summary

Springboro Community City School District

Projected Revenue, Expenditures, and Cash Balance



Financial Forecast Summary

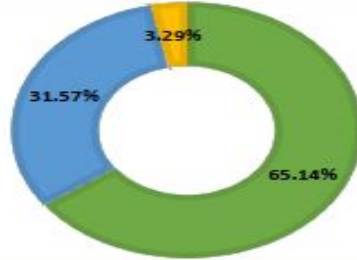
	Fiscal Year 2025	Fiscal Year 2026	Fiscal Year 2027	Fiscal Year 2028	Fiscal Year 2029
Beginning Balance (Line 7.010)	13,015,815	13,532,934	13,666,886	11,532,037	9,323,726
+ Renewal/New Levies Modeled					
+ Revenue	69,840,668	73,366,294	74,324,608	77,337,532	79,391,055
- Expenditures	(69,323,548)	(73,232,341)	(76,459,457)	(79,545,842)	(82,646,475)
= Revenue Surplus or Deficit	517,119	133,953	(2,134,850)	(2,208,311)	(3,255,421)
Line 7.020 Ending Balance with Renewal/New Levies	13,532,934	13,666,886	11,532,037	9,323,726	6,068,305

Revenue

Revenue Overview

Springboro Community City School District

Revenue Sources



Local Taxes

Real Estate Tax	55.36%
Public Utility Tax	9.78%
Income Tax	0.00%

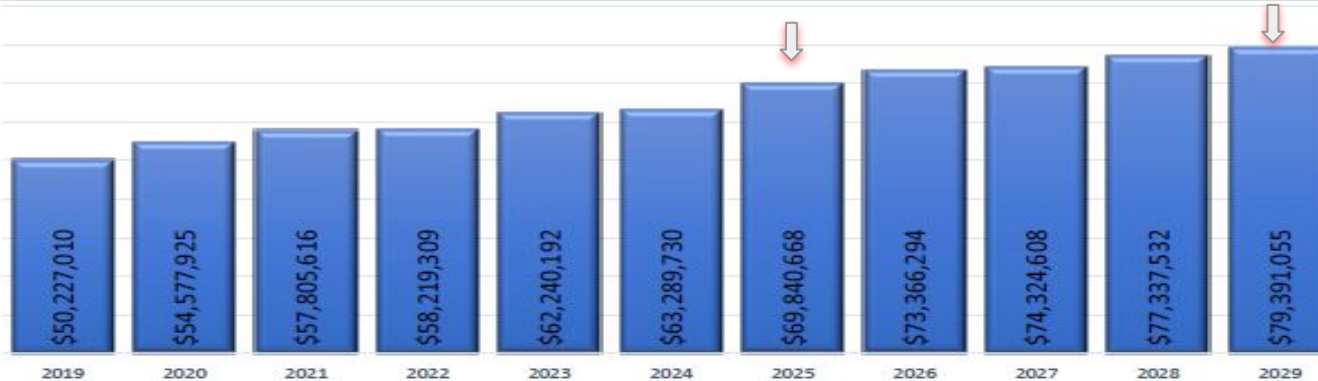
State Sources

State Funding	22.30%
Restricted Aid	1.49%
State Share of Local Tax	7.79%

All Other Revenue

Other Revenue	2.78%
Other Sources	0.51%

Annual Revenue Actual + Projected



Real Estate Changes Class I & Class II - November 2024



Agricultural 50.09% to 31.09%
 May 2024 14,700,000
 Nov 2024 9,123,476
 Net = -5,576,524

May
2024



Real Estate 25% to 25.59%
 May 2024 360,000,000
 Nov 2024 367,998,300
 Net = + 7,998,300

Class II - Commercial Business
 2.98% to 10.15%
 May 2024 9,175,000
 Nov 2024 9,317,120
 Net = + 142,120

Nov
2024



Net Value Change +2,563,896
26.17% total increase class I&II

Values, Tax Rates and Gross Collections			
Tax Yr	Valuation	Value Change	Class I Rate
2022	1,490,111,630	30,082,760	25.43
2023	1,559,108,520	68,996,890	25.36
2024	1,964,633,520	405,525,000	24.38
2025	1,988,383,520	23,750,000	24.37
2026	2,012,133,520	23,750,000	24.36
2027	2,163,883,520	151,750,000	24.11

Tax Year
2027 May
Estimate
151,750,000
(7%)

Values, Tax Rates and Gross Collections			
Tax Yr	Valuation	Value Change	Class I Rate
2023	1,559,108,520	68,996,890	25.39
2024	1,967,197,416	408,088,896	24.40
2025	1,990,947,416	23,750,000	24.39
2026	2,014,697,416	23,750,000	24.39
2027	2,222,747,416	208,050,000	24.04
2028	2,246,497,416	23,750,000	24.03

Tax Year
2027 Nov
Estimate
208,050,000
(10%)

PUPP - Public Utility Personal Property - November 2024



PUPP Values

May 2024 -1,161,920

Nov 2024 -1,313,730

Net value change = -151,810

May
2024
⇒

Values and Tax Rates			
Tax Year	Valuation	Value Change	Full Voted Rate
2022	128,009,470	(4,314,130)	48.64
2023	132,230,320	4,220,850	48.57
2024	131,068,400	(1,161,920)	47.59
2025	132,568,400	1,500,000	47.58
2026	134,068,400	1,500,000	47.57
2027	135,568,400	1,500,000	47.32

May - PUPP Future Value Estimates

Tax Year 2025-2027 +1,500,000

Values and Tax Rates			
Tax Year	Valuation	Value Change	Full Voted Rate
2023	132,230,320	4,220,850	48.60
2024	130,916,590	(1,313,730)	47.61
2025	131,416,590	500,000	47.60
2026	131,916,590	500,000	47.60
2027	132,416,590	500,000	47.25
2028	132,916,590	500,000	47.24

Nov - PUPP Future Value Estimates

Tax Year 2025-2028 + 500,000

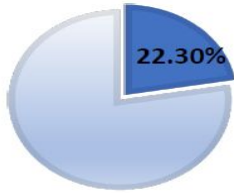
⇒

Nov
2024

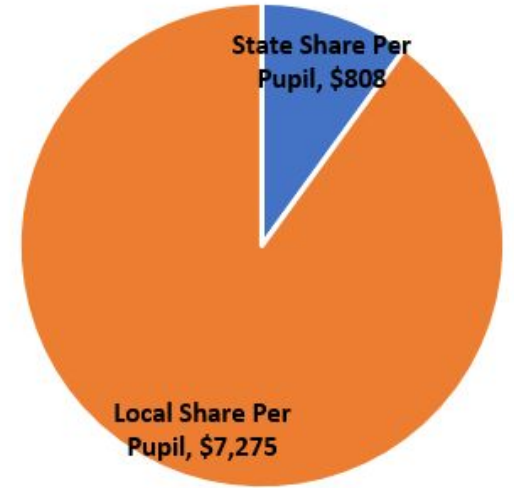
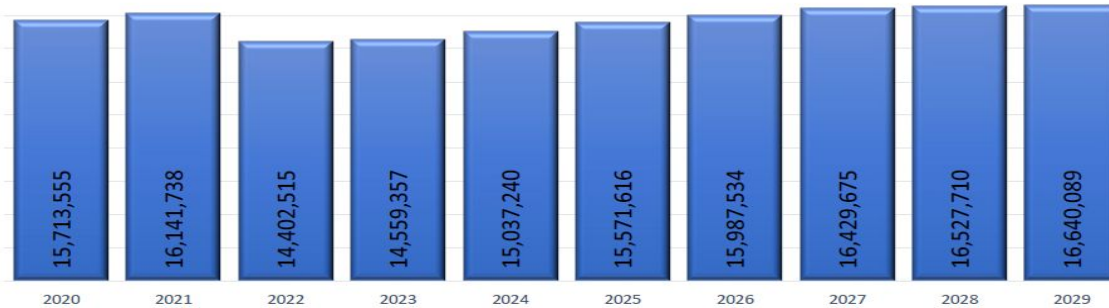
*Due to unpredictable values

Lowering increase to be conservative

State Funding - Unrestricted Aid



Unrestricted State Aid revenue accounts for 22.30% of total district general fund revenue.



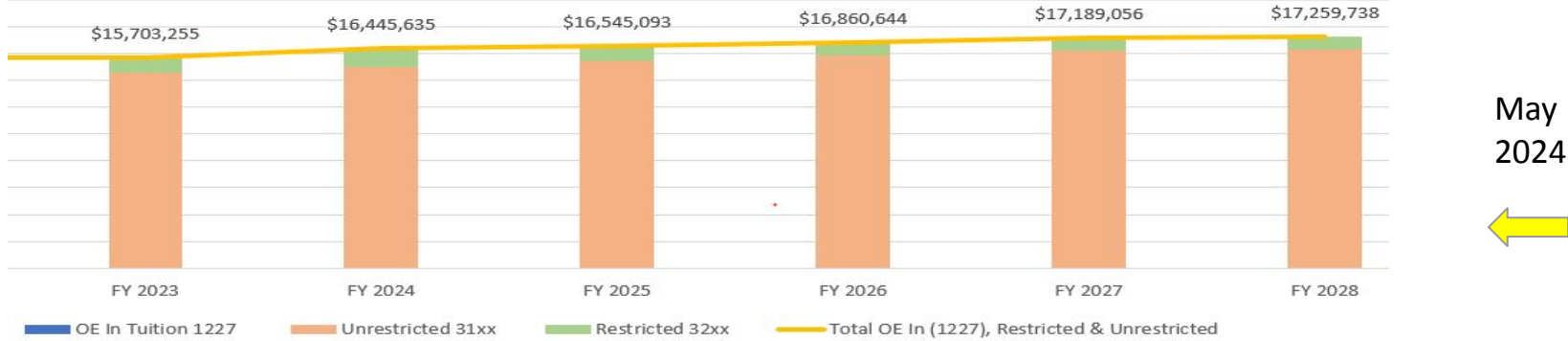
	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
<u>Total Base Cost</u>	\$51,871,409	\$53,978,302	\$53,960,988	\$56,127,960	\$56,108,986
YOY Change		4.1%	0.0%	4.0%	0.0%
FY 25 to FY 29 Change					8.2%



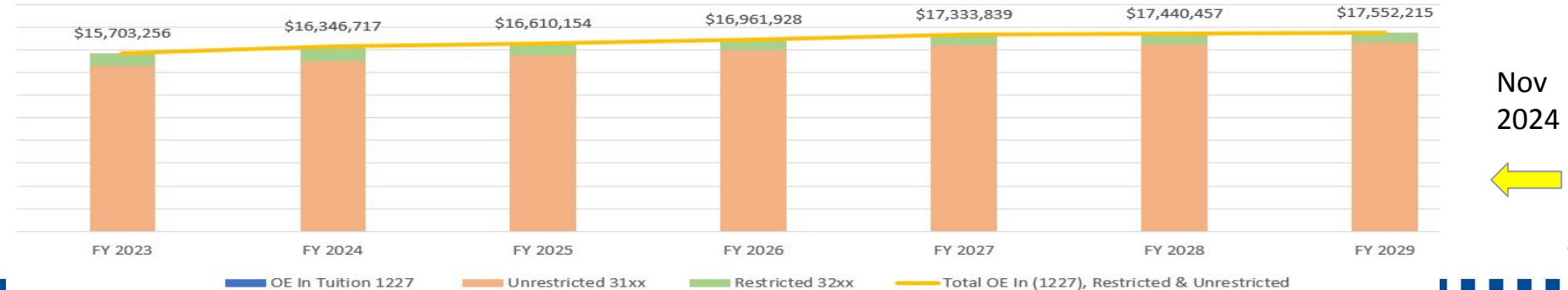
State Funding - Net State Funding



Current Forecasted State Revenue (FSFP)



Current Forecasted State Revenue (FSFP)

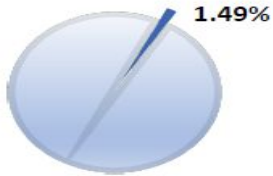


State Funding - Restricted Aid

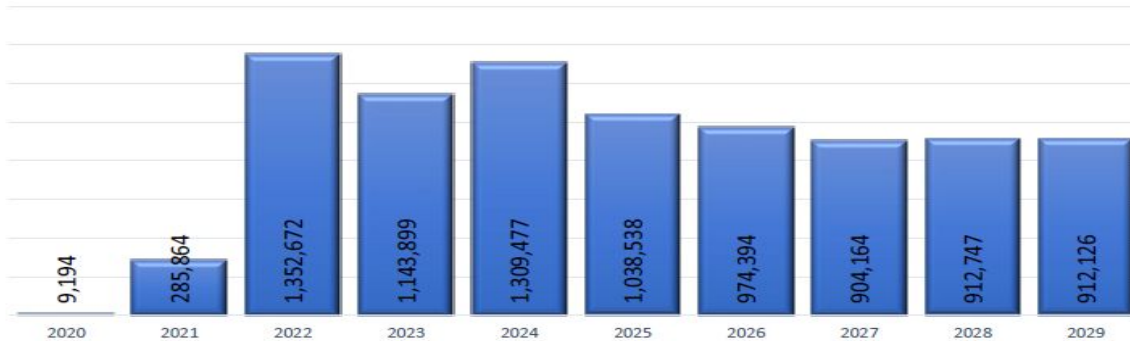


1.040 & 1.045 - Restricted Grants-in-Aid

Funds received through the State Foundation Program or other allocations that are restricted for specific purposes.



Restricted State Aid revenue accounts for 1.49% of total district general fund revenue.



In FY24 we received a 1 time reimbursement for Instructional Materials for Science of Reading Initiative of \$255k.

Beginning FY25-FY29 lowered Threshold cost (CAT Cost) reimbursement estimates from 500k to 475k annually)

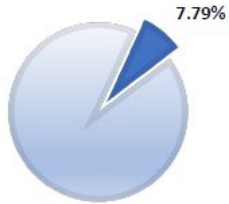
State Share of Local Taxes - Formally Rollback/Homestead



1.050 - State Share of Local Property Taxes

Includes funds received for Tangible Personal Property Tax Reimbursement, Electric Deregulation, Homestead and Rollback.

Springboro Community City School Dist



State Share of Local Property tax revenue accounts for 7.79% of total district general fund revenue.

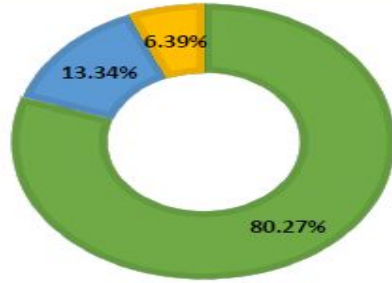


This line follows the R/E line. These are the credits homeowners receive on their tax bills for owning a home and occupying your home. The state reimburses the district on levies passed prior to 2014.

Estimates have been lowered further for homestead credits. Each year we have fewer residents over 65 or permanently disabled that have a household income under the limits that qualify for this reduction

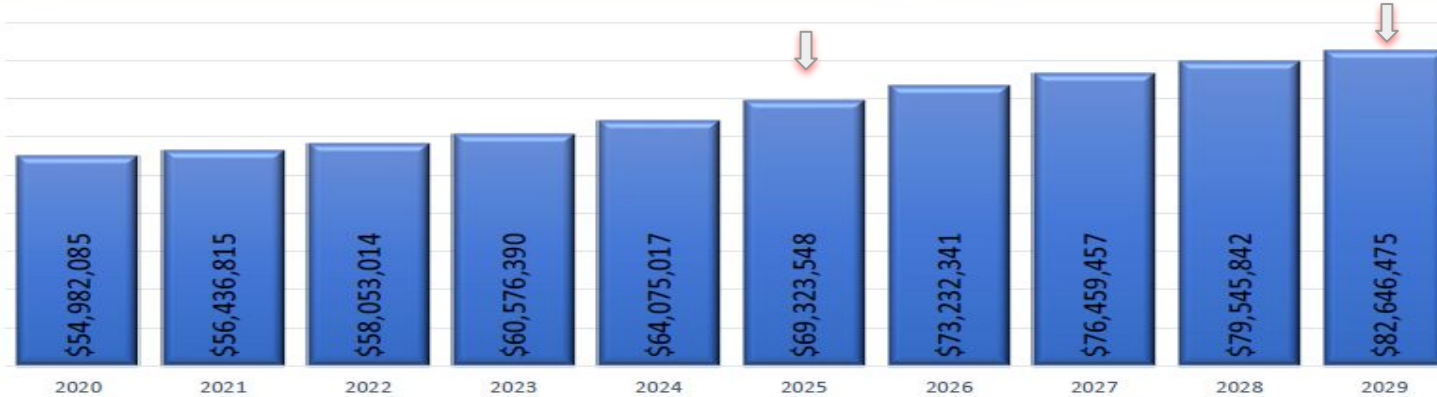
Expenditures

Expenditure Categories



Personnel Costs	
Salaries	57.96%
Benefits	22.32%
Purchased Services	13.34%
All Other Expenditures	
Supplies, Capital, Debt, Other Obj	6.32%
Other Uses	0.07%

Annual Expenditures Actual + Projected



Salaries/Benefits - November 2024



3.010 - Personnel Services

Employee salaries and wages, including extended time, severance pay, supplemental contracts, etc.



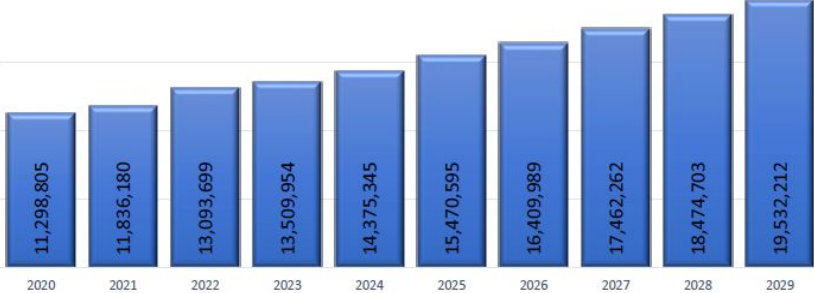
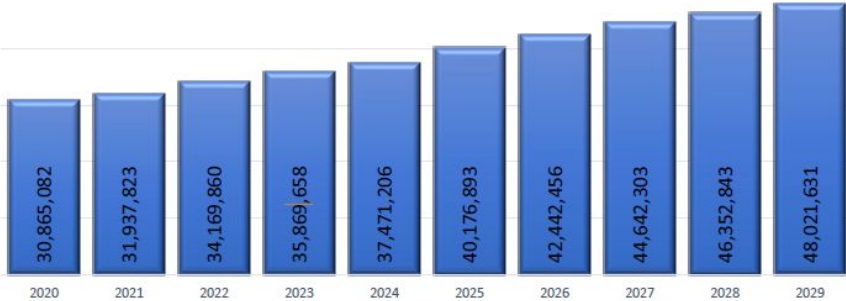
Salaries account for 57.96% of the district's total general fund spending.

3.020 - Employees' Benefits

Retirement for all employees, Workers Compensation, early retirement incentives, Medicare, unemployment, pickup on pickup, and all health-related insurances.



Benefits account for 22.32% of the district's total general fund spending.



80.28% of General Fund Expenses - Human Capital (Service Industry)

Salaries and Benefits - Detailed November 2024



- Through Attrition & Staffing Changes we have been able to add in key areas:
 - Clinic Aid for nursing support
 - ELL teacher to help address some of the increases in student enrollment of english learners
 - TOSA & Intervention specialist to help with increases in special education enrollments
 - Additional AP's to help address student and building needs
 - Instructional Coaching
 - Band Support due to student offerings
- Some Attrition savings were shifted to purchased services to address district needs
 - Additional Part-time Resource Coordinator to address student and family needs
 - Tech support
 - We have also had to shift some staffing costs to contracted services due to a few unfilled special education positions (psych/SLP) those costs will move back to salaries once filled

The November forecast does show a savings in the salary and benefit lines due to costs that were shifted to contracted services (-206k salaries, -92k).

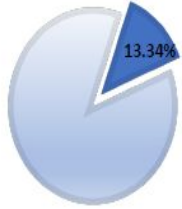
Benefit Estimates for Health Insurance have also been adjusted beginning in FY26-FY29. Due to improved loss ratios over the last few years, i've lowered future health insurance premium increase projections from 10% to 7.5%. This created a savings of over 130k annually that compounds over the forecast period.

Purchased Services - November 2024

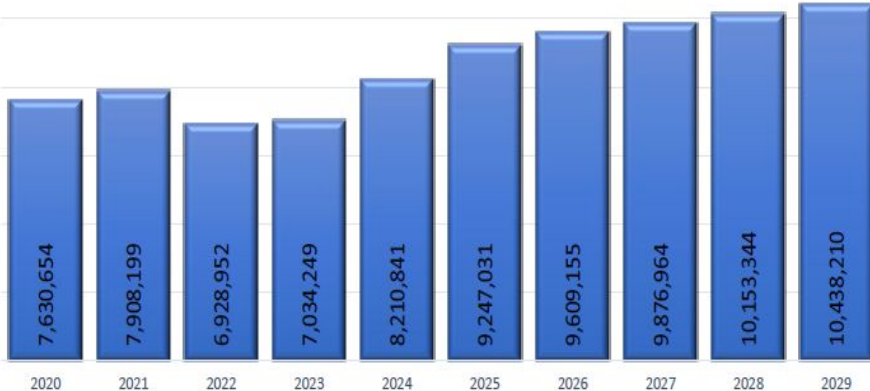


3.030 - Purchased Services

Amounts paid for personal services rendered by personnel who are not on the payroll of the school district, expenses for tuition paid to other districts, utilities costs and other services which the school district may purchase.



Purchased Services account for 13.34% of the district's total general fund spending.



Purchased Services projections have increased in a few key areas:

- 300k in salaries and benefit savings have been moved to purchased services through attrition or unfilled positions filled by contract services
- 145k increase in property fleet and liability insurance. This is due to adding additional cyber coverage and flood insurance, as well as our renewal increase. The renewal increase is largely due to the increase in replacement costs if a loss were to occur.
- Special Education Costs have increased due to new enrollments coming with outside placements and costs of special education services and transportation. I had estimated 355k for this increase, but i've added an additional 120k due to additional increases. I've added an additional 100k annually and will continue to watch this line.

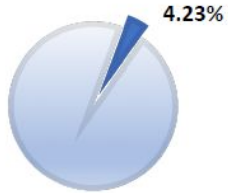
13.34% of General Fund Expenses

Supplies/Capital Outlay - November 2024

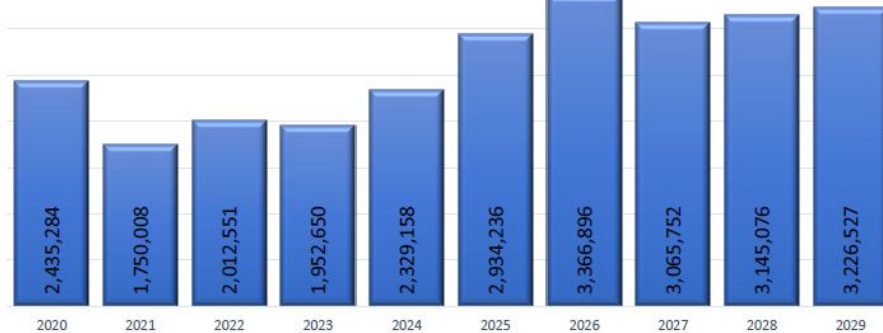


3.040 - Supplies & Materials

Expenditures for general supplies, instructional materials including textbooks and media material, bus fuel and tires, and all other maintenance supplies.

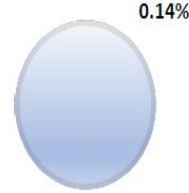


Supplies and Materials account for 4.23% of the district's total general fund spending.

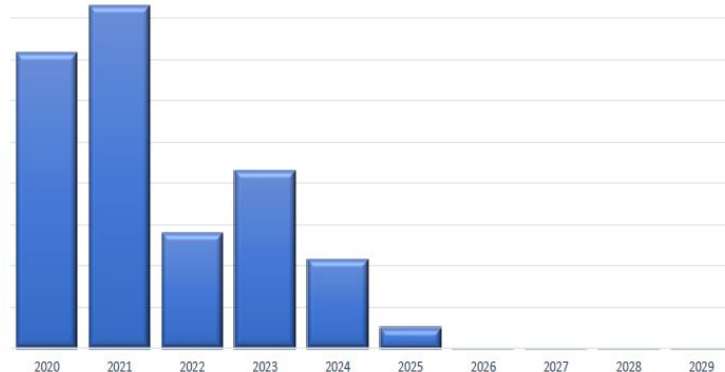


3.050 - Capital Outlay

This line includes expenditures for items having at least a five-year life expectancy, such as land, buildings, improvements of grounds, equipment, computers/technology, furnishings, and buses.



Capital Outlay account for 0.14% of the district's total general fund spending.



Supplies and materials and capital outlay have remained virtually the same from May. I have lowered general supplies slightly based on cash flows and spending habits.

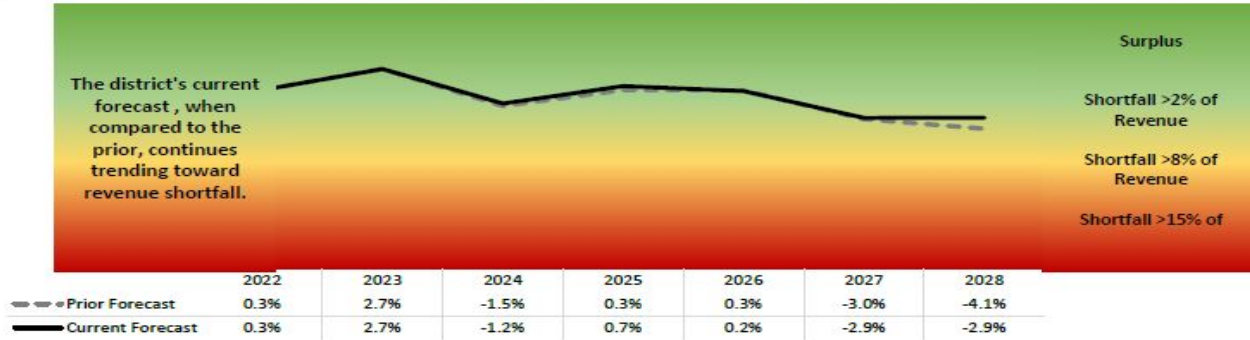
4.37% of General fund expenses

New - Comparing Forecasts -

Current to Prior Forecast Comparison

Springboro Community City School District

Revenue Surplus/(Shortfall) - Current Compared to Prior Forecast



Note: 2029 not included in prior forecast

- ← Fiscal Caution
- ← Fiscal Watch
- ← Fiscal Emergency

Days Cash on Hand - Current Compared to Prior Forecast



Days cash on hand is forecasted to decline, and is similar to the prior forecast trend.

*based on 365 days

Forecast Summary



Major Revenue Assumption Changes

- 2024 Reappraisal Values increased slightly
- 2027 Reappraisal Estimate Increased from 7 to 10%
 - Will adjust each forecast as we get closer to 2027
- Lowered Future PUPP value increases from 1.5 million to 500k annually
- State Funding Assumptions have been increased to assume for base cost input adjustments of 2% annually (4% per biennium)
 - Advocacy will be important! I will keep board informed

These changes increased anticipated revenue over the forecast period

Springboro Community City School District Current Forecast Compared to Last Filed

Forecast Compare \$\$ Variance Current Over/(Under) Prior 0

	Actual	FORECASTED					
		2024	2025	2026	2027	2028	2029
Revenue:							
1.01 Real Estate	0	471,817	193,441	198,554	743,417	-	
1.02 Pub Utility	0	34,177	(35,138)	(82,426)	(132,461)	-	
1.03 Income Tax	-	-	-	-	-	-	
1.035, 1.040 State	(98,918)	65,061	101,284	144,783	180,719	-	
1.050 - State Share of Local Prop. Taxes	16,447	(2,520)	(3,671)	(3,301)	72,120	-	
1.060 All Other	56,372	(14,000)	(14,000)	(14,000)	(14,000)	-	
2.xx Other Sources	69,516	(5)	-	-	-	-	
Levy Renewals	-	-	-	-	-	-	
Total 2.08 Rev Plus Renewals	43,418	554,530	241,916	243,610	849,795	0	

Major Expense Assumption Changes

- Moved 299k in salaries to purchased services for for unfilled positions and attrition related contracted services
- Lowered future health insurance premium increases from 10% to 7.5% annually due to improved loss ratios for FY26-FY29
- Increased purchase services due to salaries moved to purchased services, and contracted services positions added with attrition dollars, 145k due to property/fleet/liability changes, added additional 120k above already assumed increases due to move-ins, increased future estimates by an additional 100k in FY26-FY29.
- Lowered supplies slightly due to spending habits and cash flows.

	Actual	FORECASTED					
		2024	2025	2026	2027	2028	2029
Expenditures:							
3.01 Salaries	(168,526)	(206,701)	(177,227)	(179,855)	(181,196)	-	
3.02 Benefits	(93,412)	(92,626)	(223,617)	(455,025)	(727,038)	-	
3.03 Purchased Serv.	71,552	665,127	829,420	894,664	962,674	-	
3.04 Supplies	52,383	(121,150)	(124,772)	(128,504)	(132,346)	-	
3.05 Capital	48,219	(0)	(0)	(0)	(0)	-	
4.3 Other Exp	13,634	(0)	(0)	(0)	0	-	
4.5 Total Expenditures	(73,035)	244,649	303,803	131,280	(77,907)	-	



Springboro Schools