

WESTERVILLE CITY SCHOOL DISTRICT FIVE-YEAR FORECAST FY 2012 – 2016



October 24, 2011

Dr. J. Daniel Good, Superintendent

Bart Griffith, Treasurer/CFO

NATURE AND PURPOSE OF THE PRESENTATION

The five-year forecast was created by the 122nd General Assembly in 1997-98 via Am. Sub. H.B. 412. It serves three primary purposes:

- To provide a standardized tool for long range planning at the local level.
- To serve as a basis for determining a district's ability to sign the "412" certificate.
- To provide a method for the Ohio Department of Education and the Auditor of State to identify districts headed toward financial difficulties.

Statutorily, we are required to update this model bi-annually. The first filing shall be on or before October 31st and the second filing shall be between April 1st and May 31st of each fiscal year. The May 31st filing is an update of the one filed October 31st.

PHASE OUT OF BUSINESS TANGIBLE PROPERTY

- The phase-out of property taxes on existing business machinery and equipment
 - Calendar year 2005 – 25% of assessed value
 - Calendar year 2006 – 18.75% of assessed value
 - Calendar year 2007 - 12.5% of assessed value
 - Calendar year 2008 – 6.25% of assessed value
 - Calendar year 2009 – exempted

- The accelerated phase-out of tax on business inventory
 - Calendar year 2005 – 23% of value taxed
 - Calendar year 2006 – 18.75% of value taxed
 - Calendar year 2007 – 12.5% of value taxed
 - Calendar year 2008 – 6.25% of value taxed
 - Calendar year 2009 – exempted

- The phase out of tax on business furniture and fixtures
 - Calendar year 2005 – 25% of assessed value
 - Calendar year 2006 – 18.75% of assessed value
 - Calendar year 2007 – 12.5% of assessed value
 - Calendar year 2008 – 6.25% of assessed value
 - Calendar year 2009 – exempted

- The phase out of telephone company property placed into use after 1995 and all cellular property
 - Calendar year 2005 – 25% of assessed value
 - Calendar year 2006 – 25% of assessed value
 - Calendar year 2007 – 20% of assessed value
 - Calendar year 2008 – 15% of assessed value
 - Calendar year 2009 – 10% of assessed value
 - Calendar year 2010 – 5% of assessed value
 - Calendar year 2011 – exempted

- The phase out of legacy telephone company property placed into use before 1995
 - Calendar year 2005 – 67% of assessed value
 - Calendar year 2006 – 46% of assessed value
 - Calendar year 2007 – 20% of assessed value
 - Calendar year 2008 – 15% of assessed value
 - Calendar year 2009 – 10% of assessed value
 - Calendar year 2010 – 5% of assessed value
 - Calendar year 2011 -- exempted

- ***Cost of Doing Business Factor*** – was eliminated by fiscal year 2008. The cost-of-doing-business factor (CODBF) attempted to address the employee cost disparities of operating within the 88 counties in Ohio. The CODBF range has historically been 7.5% to 0%. The specific CODB factor for Westerville City School District was as follows:
 - *FY05 – 6.08%*
 - *FY06- 4.05%*
 - *FY07 – 2.03%*
 - *FY08 – eliminated*

Now not only has the Cost of Doing Business Factor been eliminated it has been replaced with an “Education Challenge Factor”. This factor is based on following three characteristics:

- (1) The college attainment rate of the school district’s population;
- (2) The district’s wealth per pupil, based on property valuation and federal adjusted gross income;
- (3) The district’s concentration of poverty, based on its targeted poverty indicator.

For the Westerville City School District our ECF is .96375 (The state average is 1.22)

WESTERVILLE CITY SCHOOL DISTRICT - - FRANKLIN COUNTY
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES
ACTUAL AND FORECASTED OPERATING FUND

		Actual	Forecasted				
		Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016
Revenue:							
1.010	General Property Tax (Real Estate)	92,118,213	90,018,246	88,621,898	88,764,316	88,976,300	89,188,966
1.020	Tangible Personal Property Tax	2,890,752	2,881,524	2,881,524	2,881,524	2,881,524	2,881,524
1.030	Income Tax	0	0	0	0	0	0
1.035	Unrestricted Grants-in-Aid	30,136,815	30,220,743	30,219,817	29,961,217	29,960,276	29,960,276
1.040	Restricted Grants-in-Aid	2,713,740	1,624,098	124,452	125,385	126,326	126,326
1.050	Property Tax Allocation	17,240,276	13,944,380	12,033,280	12,054,629	12,084,897	12,115,312
1.060	All Other Revenues	4,620,656	4,666,863	4,713,531	4,760,667	4,808,273	4,856,356
1.070	Total Revenues	149,720,452	143,355,853	138,594,502	138,547,738	138,837,597	139,128,761
Other Financing Sources:							
2.010	Proceeds from Sale of Notes	0	0	0	0	0	0
2.020	State Emergency Loans and Advancements	0	0	0	0	0	0
2.040	Operating Transfers-In.	0	0	0	0	0	0
2.050	Advances-In	60,221	256,884	0	0	0	0
2.060	All Other Financing Sources	651,871	270,692	0	0	0	0
2.070	Total Other Financing Sources	712,092	527,576	0	0	0	0
2.080	Total Revenues and Other Financing Sources	150,432,544	143,883,429	138,594,502	138,547,738	138,837,597	139,128,761

Effects of House Bill 920

					Estimated		
			2010 Effective		2011 Effective		
		Full Voted	Rate for 2011	Potential 2011	Rate for 2012	Potential 2012	Revenue
Year	Type	Levy Rate	Collections	Revenue	Collections	Revenue	Difference
n/a	Inside	3.80	3.80	\$ 7,577,503	3.80	\$ 7,055,413	\$ (522,090)
Note: Inside Millage losses are accounted for in the five year forecasting spreadsheet							
1976	Outside	4.20	1.18	\$ 2,359,458	1.27	\$ 2,359,458	\$ -
1976	Outside	3.10	0.87	\$ 1,741,495	0.94	\$ 1,741,495	\$ -
1976	Outside	3.90	1.10	\$ 2,190,868	1.18	\$ 2,190,868	\$ -
1976	Outside	4.40	1.24	\$ 2,471,851	1.33	\$ 2,471,851	\$ -
1982	Outside	9.60	3.56	\$ 7,098,972	3.82	\$ 7,098,972	\$ -
1988	Outside	5.50	2.51	\$ 5,010,298	2.70	\$ 5,010,298	\$ -
2002	Outside	9.20	7.11	\$ 14,186,344	7.64	\$ 14,186,344	\$ -
2006	Outside	10.30	10.30	\$ 20,539,020	10.30	\$ 19,123,882	\$ (1,415,139)
2009	Outside	11.40	11.40	\$ 22,732,508	11.40	\$ 21,166,238	\$ (1,566,270)
0	Outside	0.00	0.00	\$ -	0.00	\$ -	\$ -
0	Outside	0.00	0.00	\$ -	0.00	\$ -	\$ -
0	Outside	0.00	0.00	\$ -	0.00	\$ -	\$ -
0	Outside	0.00	0.00	\$ -	0.00	\$ -	\$ -
0	Outside	0.00	0.00	\$ -	0.00	\$ -	\$ -
0	Outside	0.00	0.00	\$ -	0.00	\$ -	\$ -
0	Outside	0.00	0.00	\$ -	0.00	\$ -	\$ -
Potential Impact On Revenue Not In Spreadsheet							\$ (2,981,408)
Potential Impact on Revenue Automatically Included in Spreadsheet							
Class I Mills "Lost"							(1.61)

PROJECTIONS

	Projected				
	2012	2013	2014	2015	2016
Actual Amount Received in Prior Year	92,118,213	90,018,246	88,621,898	88,764,316	88,976,300
Be sure to complete the Levy Devaluation Worksheet to determine if you need to enter millage adjustments for negative Reappraisal/Updates and BOR's.					
Adjustments to prior year amount:					
% Increase in Valuation Due to New Const.	0.15%	0.16%	0.16%	0.16%	0.16%
Dollar Increase due to new construction.	139,268	145,864	142,418	139,050	143,485
Val Updates & Re-appraisals (if at millage floor)	0	0	0	0	0
Val Updates & Re-app. (if above millage floor)	-293,236	-254,153	0	72,934	69,182
Non-Renew Millage Levy - Revenue Loss	(1,357,912)	(1,288,058)	0	0	0
Non-Renew Emerg/Subst Levy - Base Rev Loss	0	0	0	0	0
New Millage Levies Already Approved	0	0	0		
New (Grwth) Emerg/Subst Levies Already Approved	0	0	0	0	0
SUBTRACT Previous Year's Tax Advances					
Add Current Year's Tax Advances					
2nd Half 2011 decrease	(588,087)				
Verify Decreases, Collections could improve					
Analysis of Projected Levy Variables					
Using Information from Modeling Worksheet					
Prop. Tax Renewal / Replacement					
Ag / Res Millage (Renewal)	-	-	-	-	-
Comm / Ind Millage (Renewal)	-	-	-	-	-
11.02 R.E. Collect (Renewal) Above Millage Floor	0	0	0	0	0
11.02 Emerg/Subst Renew Collections - R.E.	0	0	0	0	0
Total Projected (NO NEW MILLAGE)	90,018,246	88,621,898	88,764,316	88,976,300	89,188,966



WESTERVILLE CITY SCHOOL DISTRICT - - FRANKLIN COUNTY
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES
ACTUAL AND FORECASTED OPERATING FUND

		Actual	Forecasted				
		Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year
		2011	2012	2013	2014	2015	2016
Revenue:							
1.020	Tangible Personal Property Tax	2,890,752	2,881,524	2,881,524	2,881,524	2,881,524	2,881,524
1.050	Property Tax Allocation	17,240,276	13,944,380	12,033,280	12,054,629	12,084,897	12,115,312

1.05 Property Tax Allocation	WESTERVILLE CITY SCHOOL DISTRICT - - FRANKLIN COUNTY				
PROJECTIONS					
	Projected				
	2012	2013	2014	2015	2016
Actual Amount Received in Prior Year	17,240,276	13,944,380	12,033,280	12,054,629	12,084,897
Be sure to complete the Levy Devaluation Worksheet to determine if you need to enter millage adjustments for negative Reappraisal/Updates and BOR's.					
Adjustments to prior year amount:					
Projected 10% Rollback Increase Based Upon Valuations	-8,971	-18,569	16,320	23,139	23,250
Projected 2.5% Rollback Increase Based Upon Valuations	-1,587	-3,284	2,886	4,092	4,112
Projected Homestead Increase Based Upon Valuations	-1,178	-2,438	2,142	3,038	3,052
Non-Renew Millage Levy - Prop Tax Alloc Rev Loss	(181,123)	(171,805)	-	-	-
Non-Renew Emerg/Subst Levy - Prop Tax Alloc Rev Loss	-	-	-	-	-
Subtract Previous Year's Direct HB 66 Pmt.	(4,944,891.00)	(2,219,965.00)	0.00	0.00	0.00
Add Current Year's Direct HB 66 Pmt.	2,219,965.00	504,961.00	0.00	0.00	0.00
New Millage Levies Already Approved	0	0	0		
New (Grwth) Emerg/Subst Levies Already Approved	0	0	0	0	0
HB 66 Reimbursement - 0.75% Cap Adjustment		-	-		
Adjustment For Current Year-To-Date Info					
Electric Deregulation Continuation					
Additional Senior Citizens Homestead - 2nd half increase					
Discontinuation of electric dereg.	(378,112)				
FY '08 True Up in '09					
FY '09 True Up in '10					
FY '10 True Up in '11	-				
Analysis of Projected Levy Variables					
Using Information from Modeling Worksheet					
11.02 Prop. Tax Renew Yr.					
Estimated R.E. Collections (Renewal)	0	0	0	0	0
11.02 Emerg/Substitute Renewal Collections - R	0	0	0	0	0
Total Projected (NO NEW MILLAGE)	13,944,380	12,033,280	12,054,629	12,084,897	12,115,312



1.03 Income Tax	WESTERVILLE CITY SCHOOL DISTRICT - - FRANKLIN COUNTY				
PROJECTIONS					
	Projected				
	2012	2013	2014	2015	2016
Actual Amount Received in Prior Year	0	0	0	0	0
Adjustments to prior year amount:					
Annual Percentage Change	0.00%	0.00%	0.00%	0.00%	0.00%
Calculated Dollar Increase	0	0	0	0	0
Add Levies Not Included in Prior Year or Modeling	0	0	0	0	
Deduct Levies in Prior Year but not renewed	0	0	0	0	0
Adjustment For Current Year-To-Date Info					
Analysis of Projected Levy Variables					
Using Information from Modeling Worksheet					
Income Tax - Renewal					
Income Tax Percent (Renewal)	0%	0	0	0	0
11.01 Estimated Income Tax Collections (Renewal)	0	0	0	0	0
Total Projected (NO NEW TAX)	0	0	0	0	0
Income Tax - New					
Income Tax Percent (New)	0	0	0	0	0
13.01 Estimated Income Tax Collections (New)	688,166	7,971,259	2,810,012	0	0
Total Projected With NEW TAX	688,166	8,659,426	11,469,438	11,469,438	11,469,438
Total Inc Tax Carried to TOP of 5year	0	0	0	0	0
These numbers are listed as the increased amount each year that you would receive.					

State Foundation

WESTERVILLE CITY SCHOOL DISTRICT - - FRANKLIN COUNTY

SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES

ACTUAL AND FORECASTED OPERATING FUND

		Actual	Forecasted				
		Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year
		2011	2012	2013	2014	2015	2016
Revenue:							
1.035	Unrestricted Grants-in-Aid	30,136,815	30,220,743	30,219,817	29,961,217	29,960,276	29,960,276
1.040	Restricted Grants-in-Aid	2,713,740	1,624,098	124,452	125,385	126,326	126,326

PROJECTIONS

SF Worksheet (from 5yearsupplemental.xls) -- For Information Only

PROJECTION WORKSHEET	2012	2013	2014	2015	2016
Per Pupil Amount					
Funded Enrollment					
(L) Preliminary Foundation	28,841,594	28,841,594	28,841,594	28,841,594	28,841,594
(M) Supplemental Guarantee	641,183	641,183	641,183	641,183	641,183
(N) Subsidy for High Performing Districts	257,666	257,666			
Note: 2011 Per Pupil Amount \$2,111 2011 Enrollment -					
Less Career Tech	(123,526)	(124,452)	(125,385)	(126,326)	(126,326)
(P) Preschool Units	270,221	270,221	270,221	270,221	270,221
(Q) Special Education Transportation	333,604	333,604	333,604	333,604	333,604
Special Education Transportation Reduction					
(R) Educational Service Center					
(S) Open Enrollment Adjustments					
(T) Transfer for Students Educated by Com. Schls					
Total Projected	30,220,743	30,219,817	29,961,217	29,960,276	29,960,276
© 2009 BAIRD-SBS		10/19/2011 13:29			Note - 1.035

1.04 Restricted Grants-in-Aid (All 3200's)			WESTERVILLE CITY SCHOOL DISTRICT -- FRANKLIN COUNTY				
PROJECTIONS							
			Projected				
			2012	2013	2014	2015	2016
Projected Not Based Upon Prior Year							
Enter Total Estimates For Each Year:							
Residual EdJobs Money			1,500,572	-			
Career Technical			123,526	124,452	125,385	126,326	126,326
Total Projected			1,624,098	124,452	125,385	126,326	126,326

WESTERVILLE CITY SCHOOL DISTRICT - - FRANKLIN COUNTY
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES
ACTUAL AND FORECASTED OPERATING FUND

	Actual	Forecasted				
	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016
Expenditures:						
3.010 Personal Services	91,934,182	95,143,941	94,143,555	96,879,016	99,769,232	102,762,309
3.020 Employees' Retirement/Insurance Benefits	30,641,047	33,089,250	34,668,494	37,036,665	39,622,112	42,435,481
3.030 Purchased Services	20,991,989	18,041,989	18,583,249	19,140,746	19,714,969	20,306,418
3.040 Supplies and Materials	2,915,437	3,297,854	3,380,300	3,464,808	3,551,428	3,640,214
3.050 Capital Outlay	257,377	229,331	231,624	233,941	236,280	238,643
3.060 Intergovernmental	0	0	0	0	0	0
Debt Service:						
4.010 Principal-All (History Only)	0					
4.020 Principal-Notes		0	0	0	0	0
4.030 Principal-State Loans		0	0	0	0	0
4.040 Principal-State Advancements		0	0	0	0	0
4.050 Principal-HB 264 Loans		0	0	0	0	0
4.055 Principal-Other		0	0	0	0	0
4.060 Interest and Fiscal Charges	0	0	0	0	0	0
4.300 Other Objects	3,025,772	7,909,272	8,107,004	8,309,679	8,517,421	8,730,356
4.500 Total Expenditures	149,765,804	157,711,637	159,114,226	165,064,855	171,411,442	178,113,421
Other Financing Uses						
5.010 Operating Transfers-Out	588,873	0	0	0	0	0
5.020 Advances-Out	202,381	0	0	0	0	0
5.030 All Other Financing Uses	0	0	0	0	0	0
5.040 Total Other Financing Uses	791,254	0	0	0	0	0
5.050 Total Expenditures and Other Financing Uses	150,557,058	157,711,637	159,114,226	165,064,855	171,411,442	178,113,421

4.30 Other Objects	WESTERVILLE CITY SCHOOL DISTRICT -- FRANKLIN COUNTY				
PROJECTIONS					
	Projected				
Actual Amount Expended in Prior Year	2012	2013	2014	2015	2016
	3,025,772	7,909,272	8,107,004	8,309,679	8,517,421
Adjustments to prior year amount:					
Annual Percentage Change	0.00%	2.50%	2.50%	2.50%	2.50%
Calculated Dollar Increase	0	197,732	202,675	207,742	212,936
Budget Response Planning	-	-	-	-	-
Adjustment for FY Budget Requests					
Year-To-Date Budget Transfers to 009 Fund (Uniform School - Fees)	75,000				
Adjustment for Approp. County Auditor Fees	(41,500)				
Aud & Treas Fees					
Franklin County (FY 11) \$857,408					
Delaware County (FY 11) \$449,356					
Election Expenses \$36,161					
Delinquent \$11,069					
DRETAC Fees					
Franklin County (FY 11) \$87,235					
Delaware County (FY 11) \$31,720					
\$1,472,949 total paid to Franklin/Delaware Co.					
Franklin County ESC Deduction Used to be charged to "Purchased Services"	4,850,000				
Types of Expenditures in this category					
Membership Dues					
Examination Costs					
Win - Win - Agreement					
Bank Charges					
Licenses					
Performance Bonds					
Vehicle Liability Insurance					
Out of Court Settlements					
Judgments					
Adjustment For Current Year-To-Date Info					
Total Projected	7,909,272	8,107,004	8,309,679	8,517,421	8,730,356
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WESTERVILLE CITY SCHOOL DISTRICT - - FRANKLIN COUNTY
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES
ACTUAL AND FORECASTED OPERATING FUND

		Actual	Forecasted				
		Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016
2.080	Total Revenues and Other Financing Sources	150,432,544	143,883,429	138,594,502	138,547,738	138,837,597	139,128,761
5.050	Total Expenditures and Other Financing Uses	150,557,058	157,711,637	159,114,226	165,064,855	171,411,442	178,113,421
6.010	Excess of Rev & Other Financing Sources over (under) Expenditures and Other Financing Uses	-124,514	-13,828,208	-20,519,724	-26,517,117	-32,573,845	-38,984,660
8.010	Estimated Encumbrances June 30	1,272,931	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
12.011	Fund Balance June 30 for Certification of Contracts, Salary and Other Obligations	11,161,543	-2,393,735	-22,913,459	-49,430,576	-82,004,422	-120,989,082
Revenue from New Levies							
13.010	Income Tax - New (% Eamed Income)		688,166	8,659,426	11,469,438	11,469,438	11,469,438
13.020	Property Tax - New (Mills)		5,148,861	10,041,708	10,057,762	10,073,342	10,089,380
13.030	Cumulative Balance of New Levies	0	5,837,027	24,538,161	46,065,360	67,608,140	89,166,958
14.010	Revenue from Future State Advancements						
15.010	Unreserved Fund Balance June 30	11,161,543	3,443,292	1,624,701	-3,365,216	-14,396,281	-31,822,123

**THANK YOU
FOR YOUR
ATTENTION!!**

QUESTIONS?