

Greene County Career Center
Five-Year Forecast
Fiscal Years 2022-2026



Eva Anderson
Treasurer/CFO
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OFFICIAL NOTES FOR THE FIVE-YEAR FORECAST

Current Economic Conditions

During the recent pandemic some expenses decreased, including supplies, transportation, substitute and professional development costs. There were increased costs for sanitization, remote learning needs and to comply with State orders. One-time funding from COVID relief funds provided funds to cover those increased costs, as well as funds to cover costs typically drawn from the General and Permanent Improvement funds.

Take Flight Aerospace Initiative

In November 2018, the voters approved a bond initiative to allow the District to build a new facility. The District moved to a new main campus to start the 2020-2021 school year. The new campus is 27% larger than the former facility and offers additional programming.

Construction was also completed at the Greene County airport to build a 7500 square foot airplane hangar to house an Aviation Maintenance Technician program. The addition of these two facilities have created an increase in the budget to cover extra staff, increased utilities, supplies, moving expenses and the like. The district maintained possession of the former campus until late in Fiscal Year 2021 and had associated carrying costs for this property. The district also sold the Brush Row Road Property in late Fiscal Year 2021. This property had housed the equine program in which the district has disinvested.

Revenue Assumptions

REAL ESTATE TAXES

The Greene County Career Center receives property tax revenues from several counties: Greene, Montgomery, Clark, Clinton, Warren and Fayette. The main source of property tax income is derived from Greene County and the property tax assumptions in this forecast will be based solely on Greene County.

Property values are established each year by the County Auditor based on new construction and appraisal values. Property tax revenue estimates are based on historical growth patterns for new construction, complete/updated appraisals and current economic conditions. The county underwent a reappraisal in 2020.

Greene County is broad mix of residential, agriculture and commercial businesses. Property tax revenues had begun to show a slight increase rebounding from the recent recession with more notable recovery evident in the reappraisal. Overall property valuation for the district is at \$4,710,822,250. However, due to HB920, enacted in the 1970's our effective millage is adjusted to offset any increase or decrease in property values allowing the district to maintain our current level of generated tax revenues. Collections were higher in Fiscal Year 2018, as taxpayers paid a full year of property tax before December 31, 2017 to take full advantage of income tax deductions before they were lost due to tax reform. This caused the Fiscal Year 2019 collections to show a decrease from the prior year. Due to the 2020 reappraisal we realized a 4.3% increase in Fiscal Year 2022 over 2021. For additional years, the forecast assumes .5% annual increase to the property tax revenue to allow for new construction.

SCHOOL FOUNDATION & CASINO REVENUE

Foundation – State Funding

The State biennial budget effective in July of 2021 modified the state funding we will receive. Current projection for Fiscal Year 2022 is \$6,283,608, a 2% increase over the prior year. Of note, the amount received for Open Enrollment students, per the budget, has been moved from line 1.06 to line 1.035. The District received Student Wellness and Success Funds for Fiscal Years 2020 and 2021. These funds were not

fully expended and will be used to offset existing program costs in Fiscal Year 2022. Those expenditures in the forecast have been reduced to allow for Fiscal Years 2020 - 2022.

Casino Revenue

A portion of the tax revenues generated by casinos is allocated to school districts. There are two disbursements annually. This amount fluctuates based on the casino tax revenue received by the state and our student headcount. Revenue projections are based on actual past amounts received. After a significant decline in Fiscal Year 2021 due to the pandemic this revenue has rebounded with Fiscal Year 2022.

ALL OTHER REVENUES

Other Local Revenues include building and grounds rentals, student/class fees, and interest on investments. As previously stated, prior years included Open Enrollment in this category, but with the budget changes these funds are moved to Unrestricted State Grants-in-Aid beginning with Fiscal Year 2022.

ALL FINANCING SOURCES

A transfer of \$36,428 is shown for Fiscal Year 2022 as stale accounts were closed and transferred to the General Fund.

Expenditure Assumptions

SALARIES

Salaries are calculated using salary schedule step increases, negotiated raises and anticipated staffing levels. Fiscal Year 2022 is the final year in the collective bargaining agreements with the Certified and Classified staff. As of this writing the certified staff have a new three-year agreement in place. Step movements, and the following increases have been incorporated into this forecast: Fiscal Year 2023, 2.75%, Fiscal Year 2024, 2.75%, Fiscal Year 2025, 2.5%. Administrative staff and exempt personnel increases are projected at the same increases as the certified. Classified staff negotiations are currently underway and step movements only are in the current projection. For Fiscal Year 2026 step movements only are included for all staff.

Staff are paid on a biweekly basis. Typically there are 26 pay dates in each fiscal year. However, Fiscal Year 2023 includes twenty-seven and Fiscal Year 2025, twenty-five pay dates. The remaining years reflect twenty-six pay dates.

In Fiscal Year 2022 six new teaching positions and one new classified position were added. Three additional teaching staff members are forecast for Fiscal Year 2023 and two for Fiscal Year 2024. Additionally, two new classified positions are included for Fiscal Year 2023.

BENEFITS

The largest expenditure in employee benefits is employer retirement contributions to the State Teachers Retirement System (STRS) and School Employees Retirement System (SERS). The employer contribution is 14% of wages paid for STRS and SERS, plus an additional 1.5% (surcharge) to SERS for employees earning less than \$23,000.

Employees hired by the District after April 1, 1986 are required to pay Medicare taxes. The District is required to pay a matching 1.45% on all salaries and wages for these employees.

Insurance costs (Medical, Dental, and Vision) are of constant concern. The insurance year begins on January 1, Fiscal Year 2022 includes a 3.5% increase on Medical and a 2% increase on Dental and Vision. Bargained agreements limit the Board's increase in contribution to 10%. Therefore, the projections include 10% for health insurance and 5% for dental and vision for Fiscal Years 2023-2026. Life insurance increases are for additional staff only in the projections.

The District maintains a termination benefits fund to cover severance costs and a worker's compensation fund to cover premiums. 1% of payroll is deducted and paid to the termination fund on a monthly basis. Prior to Fiscal Year 2015, the Worker's Compensation Fund was funded similarly. However, beginning that year the balance was sufficient to allow the District to stop the transfer. Since that time the District has continued to receive refunds of Worker's Compensation premiums. Therefore, the fund remains adequate to cover premiums throughout the forecast.

Current Economic Conditions

Due to current economic conditions for Fiscal Year 2023 increases in purchased services, supplies & materials, and other expenditures are forecast at an increase of 7.5%. Remaining years in the forecast show a 2% increase year over year.

PURCHASED SERVICES

This category includes utilities, consultants, rentals, leases (postage machine, gas cylinders), data processing services, trash collection, equipment repairs, legal costs, transportation, substitute teachers and professional meeting expenses. Beginning with Fiscal Year 2021 this category includes costs for a School Resource Officer.

SUPPLIES & MATERIALS

This category includes all consumable supplies that are purchased to operate the school district. Specific examples of purchases made within the category include textbooks, paper, software, instructional supplies, periodicals, magazines, cleaning/custodial supplies, building supplies for repair and maintenance, fuel, tires, parts and supplies for district vehicles, etc.

CAPITAL OUTLAY

Currently all capital purchases are made out of the Permanent Improvement fund, and are therefore not included in this forecast.

OTHER EXPENDITURES

Miscellaneous expenditures are those not accounted for in the categories previously mentioned. Expenditures in this category include County Auditor and Treasurer fees for tax collections, organization dues and memberships, audit costs, election expenses, bank charges, and property and liability insurance. Beginning with Fiscal Year 2018, the Board began paying some state recognized credentials for all our secondary students. However, beginning with Fiscal Year 2020 schools are required to pay for *all* credential attempts and will be eligible to receive partial state reimbursement for successful completion. This current requirement is 24% of this line item. Property and Liability insurance have increased with the new main campus and the addition of the airport facility.

TRANSFERS/ADVANCES OUT

Transfers out reflect funds permanently paid from the General Fund. Historically transfers have been needed to offset deficit balances in the Food Service, Consumer Activity, and Adult Education funds. However, for the past five years, no transfers were needed to cover deficits. A transfer of five-million dollars was made to fund 070, Capital Improvement Fund in Fiscal Year 2018 and again in Fiscal Year 2022 and additional two-million dollars is scheduled for this year. This fund will support capital endeavors of the district.

Greene County Career Center

Greene

Schedule of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Years Ended June 30, 2019, 2020 and 2021 Actual;
Forecasted Fiscal Years Ending June 30, 2022 Through 2026

	Actual				Forecasted				
	Fiscal Year 2019	Fiscal Year 2020	Fiscal Year 2021	Average Change	Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024	Fiscal Year 2025	Fiscal Year 2026
Revenues									
1.010 General Property Tax (Real Estate)	7,619,468	7,874,339	8,287,961	4.3%	8,708,327	8,751,868	8,795,628	8,839,606	8,883,804
1.020 Tangible Personal Property Tax	-	-	-	0.0%	-	-	-	-	-
1.030 Income Tax	-	-	-	0.0%	-	-	-	-	-
1.035 Unrestricted State Grants-in-Aid	3,749,827	3,751,974	3,725,449	-0.3%	4,301,923	4,387,961	4,387,961	4,387,961	4,387,961
1.040 Restricted State Grants-in-Aid	1,715,360	1,711,134	1,711,124	-0.1%	2,113,934	2,156,213	2,156,213	2,156,213	2,156,213
1.045 Restricted Federal Grants-in-Aid - SFSF	-	-	-	0.0%	-	-	-	-	-
1.050 Property Tax Allocation	958,433	963,268	1,016,242	3.0%	1,050,000	1,050,000	1,050,000	1,050,000	1,050,000
1.060 All Other Revenues	929,298	1,072,037	855,774	-2.4%	350,000	350,000	350,000	350,000	350,000
1.070 Total Revenues	14,972,386	15,372,752	15,596,550	2.1%	16,524,184	16,696,043	16,739,802	16,783,780	16,827,978
Other Financing Sources									
2.010 Proceeds from Sale of Notes	-	-	-	-	-	-	-	-	-
2.020 State Emergency Loans and Advancements (Approved)	-	-	-	-	-	-	-	-	-
2.040 Operating Transfers-In	-	-	-	-	36,428	-	-	-	-
2.050 Advances-In	-	-	-	-	-	-	-	-	-
2.060 All Other Financing Sources	21,644	5,512	2,795	-61.9%	1,100	1,100	1,100	1,100	1,100
2.070 Total Other Financing Sources	21,644	5,512	2,795	-61.9%	37,528	1,100	1,100	1,100	1,100
2.080 Total Revenues and Other Financing Sources	14,994,030	15,378,264	15,599,345	2.0%	16,561,712	16,697,143	16,740,902	16,784,880	16,829,078
Expenditures									
3.010 Personal Services	7,094,460	7,554,419	7,998,605	6.2%	8,842,062	10,325,025	10,704,571	10,742,017	11,073,433
3.020 Employees' Retirement/Insurance Benefits	2,937,193	3,051,575	3,414,932	7.9%	3,813,314	4,341,588	4,667,168	4,922,960	5,264,230
3.030 Purchased Services	1,329,928	1,129,634	1,212,746	-3.9%	1,194,400	1,283,980	1,306,200	1,332,324	1,358,971
3.040 Supplies and Materials	630,721	569,311	643,452	1.6%	993,678	1,060,584	1,081,796	1,103,432	1,125,500
3.050 Capital Outlay	-	-	-	-	-	-	-	-	-
3.060 Intergovernmental	-	-	-	-	-	-	-	-	-
Debt Service:	-	-	-	-	-	-	-	-	-
4.010 Principal-All (Historical Only)	-	-	-	-	-	-	-	-	-
4.020 Principal-Notes	-	-	-	-	-	-	-	-	-
4.030 Principal-State Loans	-	-	-	-	-	-	-	-	-
4.040 Principal-State Advancements	-	-	-	-	-	-	-	-	-
4.050 Principal-HB 264 Loans	-	-	-	-	-	-	-	-	-
4.055 Principal-Other	-	-	-	-	-	-	-	-	-
4.060 Interest and Fiscal Charges	-	-	-	-	-	-	-	-	-
4.300 Other Objects	294,808	230,474	241,278	-8.6%	220,261	340,281	347,301	354,247	361,332
4.500 Total Expenditures	12,287,110	12,535,413	13,511,013	4.9%	15,063,715	17,351,458	18,107,036	18,454,980	19,183,466
Other Financing Uses									
5.010 Operating Transfers-Out	-	-	-	0.0%	7,000,000	500,000	500,000	500,000	500,000
5.020 Advances-Out	-	-	-	-	-	-	-	-	-
5.030 All Other Financing Uses	-	-	-	-	-	-	-	-	-
5.040 Total Other Financing Uses	-	-	-	0.0%	7,000,000	500,000	500,000	500,000	500,000
5.050 Total Expenditures and Other Financing Uses	12,287,110	12,535,413	13,511,013	4.9%	22,063,715	17,851,458	18,607,036	18,954,980	19,683,466
6.010 Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	2,706,920	2,842,851	2,088,332	-10.8%	(5,502,003)	(1,154,316)	(1,866,134)	(2,170,100)	(2,854,388)
7.010 Cash Balance July 1 - Excluding Proposed Renewal/Replacement and New Levies	7,279,643	9,986,564	12,829,415	32.8%	14,917,746	9,415,744	8,261,428	6,395,294	4,225,194
7.020 Cash Balance June 30	9,986,563	12,829,414	14,917,746	22.4%	9,415,744	8,261,428	6,395,294	4,225,194	1,370,806
8.010 Estimated Encumbrances June 30	3,273	9,605	-	46.7%	25,000	25,000	25,000	25,000	25,000
Reservation of Fund Balance									
9.010 Textbooks and Instructional Materials	-	-	-	0.0%	-	-	-	-	-
9.020 Capital Improvements	-	-	-	0.0%	-	-	-	-	-
9.030 Budget Reserve	496,191	496,191	496,191	0.0%	496,191	496,191	496,191	496,191	496,191
9.040 DPIA	-	-	-	0.0%	-	-	-	-	-
9.045 Fiscal Stabilization	-	-	-	0.0%	-	-	-	-	-
9.050 Debt Service	-	-	-	0.0%	-	-	-	-	-
9.060 Property Tax Advances	-	-	-	0.0%	-	-	-	-	-
9.070 Bus Purchases	-	-	-	0.0%	-	-	-	-	-
9.080 Subtotal	496,191	496,191	496,191	0.0%	496,191	496,191	496,191	496,191	496,191
10.010 Fund Balance June 30 for Certification of Appropriations	9,487,099	12,323,618	14,421,555	23.5%	8,894,553	7,740,237	5,874,103	3,704,003	849,615