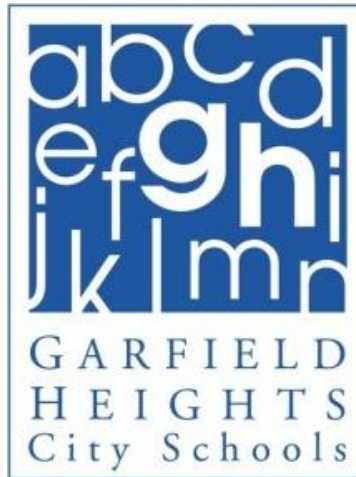


Garfield Heights City Schools



Five Year Financial Forecast

Fiscal Years 2015 through 2019

Board Of Education

Joseph M. Juby, President

Gary Wolske, Vice-President

Robert A. Dobies, Sr.

June A. Geraci

Christine A. Kitson

Terrance S. Olszewski, Superintendent

Allen D. Sluka, Treasurer/CFO

May 2015 Update



TO: READERS

This forecast is intended to assist board members and administrators of the school district in the financial management of resources. The forecast will provide trend information to help in the determination of local tax levy needs, union negotiations, program resource allocation, and overall effort to balance the district's budget. The forecast is also intended to provide insight into the future, rather than reaction to the past.

Board members will find information regarding key revenue and expenditure assumptions as well as the resulting implications. Particular attention should be given to not only the relationship of expenditures to revenue, but the rate of any adverse trend (expenditures exceeding revenue). Cash balance reserves should be recognized as the stabilizing resource that they are rather than as a revenue source to support ongoing operations. A variety of events will ultimately impact the latter years of the forecast, such as state budgets (adopted every two years), tax levies (new/renewal/ replacement), salary increases, or businesses moving in or out of the district. The five-year forecast encourages district management to examine future years' projections and identify when challenges will arise. This then helps district management and the Board of Education to be proactive in meeting those challenges.

In a financial forecast, the numbers only tell a small part of the story. For the numbers to be meaningful, the reader must review and consider the *Assumptions to the Financial Forecast* before drawing conclusions or using the data as a basis for other calculations. The assumptions are very important to understanding the rationale of the numbers, particularly when a significant increase or decrease is reflected. There will usually be differences between forecasted and actual results, because events and circumstances frequently do not occur as expected and those differences may be material. Extra caution is urged when analyzing the out years of these fiscal projections. Because we are attempting to look four years into the future, several significant assumptions were made that have an impact on the bottom line.

Allen D. Sluka
Treasurer/CFO

**GARFIELD HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

FOR THE FISCAL YEARS ENDED JUNE 30, 2012, 2013 AND 2014 ACTUAL;
FORECASTED FISCAL YEARS ENDING JUNE 30, 2015 THROUGH 2019

Line Number	Actual			Forecasted					
	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	
	2012	2013	2014	2015	2016	2017	2018	2019	
Revenues									
1.010	General Property Tax (Real Estate)	11,394,050	13,257,452	15,431,937	14,309,696	14,503,253	14,908,802	13,283,687	11,649,397
1.020	Tangible Personal Property Tax	446,612	504,718	639,671	735,713	726,189	731,168	656,682	582,195
1.030	Income Tax	0	0	0	0	0	0	0	0
1.035	Unrestricted State Grants-in-Aid (All 3100's except 3130)	17,077,677	16,880,229	16,827,992	18,732,362	19,784,647	21,238,100	22,836,768	24,187,087
1.040	Restricted State Grants-in-Aid (All 3200's)	(572,312)	76,775	1,291,452	1,511,833	1,553,441	1,666,970	1,752,806	1,741,337
1.045	Restricted Federal Grants-in-Aid - SFSF/Ed Jobs (4220)	1,370,113	220,498	0	0	0	0	0	0
1.050	Property Tax Allocation (3130)	2,316,682	2,487,558	2,845,883	2,898,587	2,883,241	2,863,390	2,569,413	2,140,720
1.060	All Other Revenues except 1931,1933,1940,1950,5100, 5200	1,017,720	962,166	1,047,257	747,258	747,257	747,257	747,257	747,257
1.070	<i>Total Revenues</i>	<u>33,050,542</u>	<u>34,389,396</u>	<u>38,084,192</u>	<u>38,935,449</u>	<u>40,198,028</u>	<u>42,155,687</u>	<u>41,846,613</u>	<u>41,047,993</u>
Other Financing Sources									
2.040	Operating Transfers-In (5100)	0	0	0	0	0	0	0	0
2.050	Advances-In (5200)	818,657	441,685	125,650	300,000	300,000	300,000	300,000	300,000
2.060	All Other Financing Sources (including 1931 and 1933)	0	2,000	874	0	0	0	0	0
2.070	<i>Total Other Financing Sources</i>	<u>818,657</u>	<u>443,685</u>	<u>126,524</u>	<u>300,000</u>	<u>300,000</u>	<u>300,000</u>	<u>300,000</u>	<u>300,000</u>
2.080	<i>Total Revenues and Other Financing Sources</i>	<u>33,869,199</u>	<u>34,833,081</u>	<u>38,210,716</u>	<u>39,235,449</u>	<u>40,498,028</u>	<u>42,455,687</u>	<u>42,146,613</u>	<u>41,347,993</u>
Expenditures									
3.010	Personal Services	20,367,296	20,044,096	21,284,928	22,023,726	22,623,157	23,325,492	23,871,076	24,429,420
3.020	Employees' Retirement/Insurance Benefits	6,963,631	7,155,939	7,178,829	7,685,419	7,996,558	8,377,188	8,804,727	9,281,039
3.030	Purchased Services	5,245,280	5,652,450	6,010,690	6,751,652	7,359,301	8,021,638	8,743,585	9,530,508
3.040	Supplies and Materials	547,844	814,071	989,384	1,389,118	1,041,901	1,062,739	1,083,994	1,105,674
3.050	Capital Outlay	80,621	56,148	177,505	500,758	191,070	194,892	198,790	202,765
3.060	Intergovernmental (7600 and 7700 functions)	0	0	0	0	0	0	0	0
Debt Service:									
4.010	Principal-All (History Only)	734,085	282,814	282,814	0	0	0	0	0
4.050	Principal-HB 264 Loans	0	0	0	0	0	0	0	0
4.055	Principal-Other	0	0	0	282,820	365,162	365,162	82,342	0
4.060	Interest and Fiscal Charges	0	0	0	0	0	0	0	0
4.300	Other Objects	846,464	566,536	698,552	632,523	645,174	658,077	671,239	684,663
4.500	<i>Total Expenditures</i>	<u>34,785,221</u>	<u>34,572,054</u>	<u>36,622,702</u>	<u>39,266,016</u>	<u>40,222,323</u>	<u>42,005,188</u>	<u>43,455,753</u>	<u>45,234,069</u>
Other Financing Uses									
5.010	Operating Transfers-Out	157,942	200,371	204,700	250,000	250,000	250,000	250,000	250,000
5.020	Advances-Out	441,685	429,200	238,300	300,000	300,000	300,000	300,000	300,000
5.030	All Other Financing Uses	0	0	0	0	0	0	0	0
5.040	<i>Total Other Financing Uses</i>	<u>599,627</u>	<u>629,571</u>	<u>443,000</u>	<u>550,000</u>	<u>550,000</u>	<u>550,000</u>	<u>550,000</u>	<u>550,000</u>
5.050	<i>Total Expenditures and Other Financing Uses</i>	<u>35,384,848</u>	<u>35,201,625</u>	<u>37,065,702</u>	<u>39,816,016</u>	<u>40,772,323</u>	<u>42,555,188</u>	<u>44,005,753</u>	<u>45,784,069</u>
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses									
6.010	<i>Other Financing Uses</i>	(1,515,649)	(368,544)	1,145,014	(580,567)	(274,295)	(99,501)	(1,859,140)	(4,436,076)

**GARFIELD HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

FOR THE FISCAL YEARS ENDED JUNE 30, 2012, 2013 AND 2014 ACTUAL;
FORECASTED FISCAL YEARS ENDING JUNE 30, 2015 THROUGH 2019

Line Number	Actual			Forecasted								
	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019				
7.010	<i>Cash Balance July 1 - Excluding Proposed Renewal/</i>											
	Replacement and New Levies			2,751,274	1,235,625	867,081	2,012,095	1,431,528	1,157,233	1,057,732	(801,408)	
7.020	<i>Cash Balance June 30</i>			1,235,625	867,081	2,012,095	1,431,528	1,157,233	1,057,732	(801,408)	(5,237,484)	
8.010	<i>Estimated Encumbrances June 30</i>			412,781	619,022	548,537	350,000	350,000	350,000	350,000	350,000	
	Reservation of Fund Balance											
9.010	Textbooks and Instructional Materials			0	0	0	0	0	0	0	0	
9.020	Capital Improvements			0	0	0	0	0	0	0	0	
9.030	Budget Reserve			0	0	0	0	0	0	0	0	
9.040	DPIA/PBA			0	0	0	0	0	0	0	0	
9.045	SFSF			0	0	0	0	0	0	0	0	
9.050	Debt Service			0	0	0	0	0	0	0	0	
9.060	Property Tax Advances			0	0	0	0	0	0	0	0	
9.070	Bus Purchases			0	0	0	0	0	0	0	0	
9.080	<i>Subtotal</i>			0	0	0	0	0	0	0	0	
10.010	<i>Fund Balance June 30 for Certification of Appropriations</i>			822,844	248,059	1,463,558	1,081,528	807,233	707,732	(1,151,408)	(5,587,484)	
	Revenue from Replacement/Renewal Levies											
11.010	Income Tax - Renewal			0	0	0	0	0	0	0	0	
11.020	Property Tax - Renewal or Replacement			0	0	0	0	0	0	2,120,091	4,240,182	
11.300	Cumulative Balance of Replacement/Renewal Levies			0	0	0	0	-	-	2,120,091	6,360,273	
12.010	<i>Fund Balance June 30 for Certification of Contracts, Salary Schedules and Other Obligations</i>			822,844	248,059	1,463,558	1,081,528	807,233	707,732	968,683	772,789	
	Revenue from New Levies											
13.010	Income Tax - New			0	0	0	0	0	0	0	0	
13.020	Property Tax - New			0	0	0	0	0	0	0	0	
13.030	Cumulative Balance of New Levies			0	0	0	0	0	0	0	0	
14.010	Revenue from Future State Advancements			0	0	0	0	0	0	0	0	
15.010	<i>Unreserved Fund Balance June 30</i>			\$ 822,844	\$ 248,059	\$ 1,463,558	\$ 1,081,528	\$ 807,233	\$ 707,732	\$ 968,683	\$ 772,789	

See accompanying summary of significant forecast assumptions and accounting policies
Includes: General fund, emergency levy fund, SDFSF, PBA fund, and any portion of debt service service fund related to general fund debt.

**GARFIELD HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

FOR THE FISCAL YEARS ENDED JUNE 30, 2012, 2013 AND 2014 ACTUAL;
FORECASTED FISCAL YEARS ENDING JUNE 30, 2015 THROUGH 2019

Line Number	Prev 3 Yr Avg Annual % Change	Fiscal Year 2015 Forecasted	Fiscal Year 2016 Forecasted	Fiscal Year 2017 Forecasted	Fiscal Year 2018 Forecasted	Fiscal Year 2019 Forecasted	Five-Year Avg. Annual % Change	
Revenues								
1.010	General Property Tax (Real Estate)	16.38%	-7.27%	1.35%	2.80%	-10.90%	-12.30%	-5.27%
1.020	Tangible Personal Property Tax	19.87%	15.01%	-1.29%	0.69%	-10.19%	-11.34%	-1.42%
1.030	Income Tax	n/a	n/a	n/a	n/a	n/a	n/a	n/a
1.035	Unrestricted State Grants-in-Aid (All 3100's except 3130)	-0.73%	11.32%	5.62%	7.35%	7.53%	5.91%	7.54%
1.040	Restricted State Grants-in-Aid (All 3200's)	734.36%	17.06%	2.75%	7.31%	5.15%	-0.65%	6.32%
1.045	Restricted Federal Grants-in-Aid - SFSF (4220)	-91.95%	n/a	n/a	n/a	n/a	n/a	n/a
1.050	Property Tax Allocation (3130)	10.89%	1.85%	-0.53%	-0.69%	-10.27%	-16.68%	-5.26%
1.060	All Other Revenues except 1931,1933,1940,1950,5100, 5200	1.69%	-28.65%	0.00%	0.00%	0.00%	0.00%	-5.73%
1.070	<i>Total Revenues</i>	7.40%	2.24%	3.24%	4.87%	-0.73%	-1.91%	1.54%
Other Financing Sources								
2.010	Proceeds from Sale of Notes (1940)	0.00%	n/a	n/a	n/a	n/a	n/a	n/a
2.020	State Emergency Loans and Advancements (Approved 1950)	0.00%	n/a	n/a	n/a	n/a	n/a	n/a
2.040	Operating Transfers-In (5100)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
2.050	Advances-In (5200)	-58.80%	138.76%	0.00%	0.00%	0.00%	0.00%	27.75%
2.060	All Other Financing Sources (including 1931 and 1933)	0.00%	-100.00%	0.00%	0.00%	0.00%	0.00%	-20.00%
2.070	<i>Total Other Financing Sources</i>	-58.64%	137.11%	0.00%	0.00%	0.00%	0.00%	27.42%
2.080	<i>Total Revenues and Other Financing Sources</i>	6.27%	2.68%	3.22%	4.83%	-0.73%	-1.89%	1.62%
Expenditures								
3.010	Personal Services	2.30%	3.47%	2.72%	3.10%	2.34%	2.34%	2.80%
3.020	Employees' Retirement/Insurance Benefits	1.54%	7.06%	4.05%	4.76%	5.10%	5.41%	5.28%
3.030	Purchased Services	7.05%	12.33%	9.00%	9.00%	9.00%	9.00%	9.67%
3.040	Supplies and Materials	35.07%	40.40%	-25.00%	2.00%	2.00%	2.00%	4.28%
3.050	Capital Outlay	92.89%	182.11%	-61.84%	2.00%	2.00%	2.00%	25.25%
3.060	Intergovernmental (7600 and 7700 functions)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Debt Service:								
4.010	Principal-All (History Only)	-30.74%	-100.00%	0.00%	0.00%	0.00%	0.00%	-20.00%
4.020	Principal-Notes	0.00%	n/a	n/a	n/a	n/a	n/a	n/a
4.030	Principal-State Loans	0.00%	n/a	n/a	n/a	n/a	n/a	n/a
4.040	Principal-State Advancements	0.00%	n/a	n/a	n/a	n/a	n/a	n/a
4.050	Principal-HB 264 Loans	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
4.055	Principal-Other	0.00%	0.00%	29.11%	0.00%	-77.45%	0.00%	-9.67%
4.060	Interest and Fiscal Charges	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
4.300	Other Objects	-4.88%	-9.45%	2.00%	2.00%	2.00%	2.00%	-0.29%
4.500	<i>Total Expenditures</i>	2.66%	7.22%	2.44%	4.43%	3.45%	4.09%	4.33%
Other Financing Uses								
5.010	Operating Transfers-Out	14.51%	22.13%	0.00%	0.00%	0.00%	0.00%	4.43%
5.020	Advances-Out	-23.65%	25.89%	0.00%	0.00%	0.00%	0.00%	5.18%
5.030	All Other Financing Uses	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
5.040	<i>Total Other Financing Uses</i>	-12.32%	24.15%	0.00%	0.00%	0.00%	0.00%	4.83%
5.050	<i>Total Expenditures and Other Financing Uses</i>	2.39%	7.42%	2.40%	4.37%	3.41%	4.04%	4.33%
6.010	<i>Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses</i>	-243.18%	-150.70%	-52.75%	-63.72%	1768.46%	138.61%	327.98%
7.010	<i>Cash Balance July 1 - Excluding Proposed Renewal/ Replacement and New Levies</i>	-42.46%	132.05%	-28.85%	-19.16%	-8.60%	-175.77%	-20.07%
7.020	<i>Cash Balance June 30</i>	51.11%	-28.85%	-19.16%	-8.60%	-175.77%	553.53%	64.23%

GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

Forecasted Fiscal Years 2015 through 2019

This forecast is a financial planning tool for the Garfield Heights City School District (the “District”) and presents the expected revenues, expenditures, and operating balance of the District’s operating fund, for each of the fiscal years ending June 30, 2015 through June 30, 2019, with historical information presented for the fiscal years ended June 30, 2012, 2013 and 2014. The assumptions disclosed herein are those that management believes are significant to the forecast. However, because circumstances and conditions assumed in projections frequently do not occur as expected, and are based on information existing at the time projections are prepared, there will usually be differences between projected and actual results.

A. Basis of Accounting

This financial forecast is prepared on a cash basis, which is the required basis (non-GAAP) of accounting used for budgetary purposes. Under this system, revenues are recognized when received rather than when earned, and expenditures are recognized when paid rather than when the obligation is incurred. Under Ohio law, the District is also required to encumber legally binding expenditure commitments and to make appropriations for the expenditure and commitment of funds.

B. The Board of Education and Administration

The Board of Education of the District (the “Board”) is a political and corporate body charged with the responsibility of managing and controlling the affairs of the District; and is, together with the District, governed by the general laws of the State of Ohio (the “Ohio Revised Code”). The Board is comprised of five members who are locally-elected to overlapping four-year terms. The Board elects its President and Vice President annually, and hires two officials: the Superintendent, who serves as the Chief Executive Officer, and the Treasurer, who serves as the Chief Financial Officer.

C. The District and its Facilities

Geographically, the District encompasses all but a small northeastern portion of the City of Garfield Heights. The District’s total area is approximately 9 square miles. The District moved to a new configuration of three elementary schools (K-5), one middle school (6-8), and one high school (9-12).

D. District Employees

The District’s instructional/support facilities are staffed by 173 classified employees, 253 certificated full-time and part-time teaching personnel, 15.5 exempt staff, 7.5 qualified staff and 22 administrators who provide services to approximately 3,800 students.

GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

Forecasted Fiscal Years 2015 through 2019

General Assumptions

A. Enrollment/Average Daily Membership (ADM)

Enrollment refers to the number of students registered with the District. Average Daily Membership (ADM) is the full time equivalent (FTE) students. ADM is a smaller number due to the loss of student counts for unexcused absences during the first full week of October each year, the State's official ADM count week. Kindergarten students count as 100 percent. ADM estimates are included in the forecast. The forecast assumes no significant change in enrollment. The District continues to closely monitor enrollment numbers to assess the academic needs of our students. Current ADM (2014 Count) is 4,122.30 and current Formula ADM is 4,036.26 for calculating our State Foundation Funding.

B. Staffing

Staffing levels increased by 6 FTE. We are projecting no increase in staffing levels for the forecasted years 2016 through 2019.

Key Revenue Assumptions

The District's primary sources of revenue are property taxes on real and public utility tangible personal property located within the District's boundaries, and from the State of Ohio through the State Foundation program.

A. Property Tax Revenues

- 1. General Property Tax (Real Estate) (1.010)** consists of Residential/Agricultural (Class I) and Other-Commercial/Industrial (Class II). Property values are established each year by the County Auditor based on new construction and current appraised real estate values. Revaluation of real estate property takes place every three years. The next revaluation takes place in calendar year 2015.

There are three components to the district's real estate tax collections: Taxable Values, Tax Rates and Collection Rates (reflected below as prior year delinquent + current taxes collected/current taxes levied).

GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

Forecasted Fiscal Years 2015 through 2019

The following are real estate property valuation, tax rates, and collection rates for tax years 2009 through projected 2018 on which our general property tax forecasted revenues are based:

Tax Year	Real Property	Annual	Effective		Effective		Gross Collection* Rate (All Taxes)
	Valuation	Change	Residential Tax Rate	Annual Change	Commercial Tax Rate	Annual Change	
2009	\$ 427,404,400	(56,869,551)	34.34		32.74		106.3%
2010	\$ 428,285,200	880,800	34.41	0.07	32.74	-	90.3%
2011	\$ 417,190,590	(11,094,610)	34.36	(0.05)	32.9	0.16	90.9%
2012	\$ 342,154,290	(75,036,300)	54.73	20.37	49.47	16.57	90.7%
2013	\$ 333,567,960	(8,586,330)	57.60	2.87	52.19	2.72	98.5%
2014	\$ 333,567,960	-	57.60	-	52.19	-	87.0%
2015	\$ 323,958,983	(9,608,977)	57.60	-	52.19	-	95.0%
2016	\$ 323,958,983	-	57.60	-	52.19	-	96.0%
2017	\$ 323,958,983	-	57.60	-	52.19	-	96.0%
2018	\$ 323,958,983	-	57.60	-	52.19	-	100.0%
*- Includes forecasted delinquency tax collected amounts							

- First half calendar year tax collections are received in the second half of the fiscal year. Second half calendar year tax collections are received in the first half of the following fiscal year.
- Real property (residential/agricultural and commercial/industrial) is assessed at 35% of the appraised market value in accordance with State law.
- Revenue projections are vulnerable to fluctuations downward due to actual tax collections being less than expected as well as the loss of tax revenue due to unfavorable findings by the County Board of Revisions. The District retains legal counsel as its representative in tax complaints to protect and preserve the District's tax base.
- The severity of the revenue reduction beginning in fiscal year 2016 is the result of the way property tax renewals are reported in this forecast. Although, the District can assume the passage of renewal tax levies, the tax collections must be reduced in the revenue portion of this forecast and the combined tax collections are shown on line 11.020.

GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

Forecasted Fiscal Years 2015 through 2019

Based on the above factors, the chart below shows projected General Property Tax revenue (Real Estate) by fiscal year:

	FY15	FY16	FY17	FY18*	FY19*
Tax Revenue	\$14,309,696	\$14,503,253	\$14,908,802	\$13,283,687	\$11,649,397
\$ Change	-1,122,241	193,557	405,549	-1,625,115	-1,634,290
% Change	-7.27%	1.35%	2.80%	-10.90%	-12.30%

*Does not include applicable renewal levy.

The District has three Emergency Levies. It passed a combined \$2.5 million levy expiring in 2015 and \$2.85 million levy expiring in 2016 for a 10 year period in May 2015. The chart below shows the projected Property Tax revenue (Real Estate and PUPP) that the remaining \$4.1 Emergency Levy would generate by fiscal year if it is renewed when it expires in 2017.

	FY17	FY18	FY19
Tax Revenue Generated	\$0	\$2,120,091	\$4,340,182

2. **Tangible Personal Property Tax (1.020)** consists of Public Utility Personal Property (PUPP).

- The PUPP valuation increased for Calendar Year 2014 to \$11,099,120 (5% from calendar year 2013). Ohio legislative action also phases out telecommunication public utility valuations beginning in 2010 and this reduction in valuation is reflected in forecasted fiscal years 2015 through 2019.
- PUPP revenues are projected to be flat lined for forecasted years 2016 through 2019.

Based on the above factors, the chart below shows projected PUPP tax revenue by fiscal year. PUPP valuations are assessed at the full tax rate.

	FY15	FY16	FY17	FY18*	FY19*
PUPP Tax Revenue	\$735,713	\$726,189	\$731,168	\$656,682	\$582,195
\$ Change	96,042	-9,524	4,979	-74,486	-74,487
% Change	15.0%	-1.3%	0.7%	-10.2%	-11.3%

*Does not include applicable renewal levy.

GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

Forecasted Fiscal Years 2015 through 2019

B. Unrestricted Grants-In-Aid/State Basic Aid (1.035)

- The Unrestricted Grants-In-Aid reflects the simulated amounts as calculated by the Ohio Department of Education (ODE).
- The State funding for schools is based on several factors all of which are subject to deliberations and approval of the Ohio General Assembly. School funding basic aid was set as part of the State’s biennial budget for fiscal years 2014 and 2015.
- State Foundation revenue amount shown for fiscal year 2015 is the amount as determined by State Legislature in the two year budget bill. Also included is the Preschool, Special Education Transportation, and Casino Revenue
- For the forecasted amounts in State Basic Aid, the district using the FY 2016-17 budget as proposed by the Ohio House of Representatives. The following are highlights of the House school-funding proposal:
 - Projected Increases: Under the House school funding proposal, 494 Districts are projected to receive an increase in state formula aid from FY15 to FY17. Of the 494 districts receiving increases in formula aid, 356 districts would receive the maximum increase of 7.5% in state aid in each year (an increase of 15.56% from FY15 to FY17). Garfield Heights City Schools falls into this category.
 - Increased Per-Pupil Funding: The per-pupil Opportunity Grant funding will increase from \$5,800 in FY 2015 to \$5,900 in FY 2016 and \$6,000 in FY 2017 (same as the Governor’s proposal).
 - Increased Funding for the following formula components: K-3 literacy, special education, and career-technical education (same as the Governor’s proposal).
- Casino Revenues are an ‘Other Unrestricted State Grant-In-Aid. The projected rate moving forward will be \$26 per pupil amount as established by State Legislature.

	FY15	FY16	FY17	FY18	FY19
Core Aid/Targeted Assistance	\$ 18,312,598	\$ 19,364,647	\$ 20,818,100	\$ 22,416,769	\$ 23,767,087
Preschool	\$ 129,854	\$ 130,000	\$ 130,000	\$ 130,000	\$ 130,000
Special Education Transportation	\$ 99,910	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000
Casino Revenue	\$ 190,000	\$ 190,000	\$ 190,000	\$ 190,000	\$ 190,000
Other State Funding					
Total Unrestricted Grants-In-Aid	\$ 18,732,362	\$ 19,784,647	\$ 21,238,100	\$ 22,836,769	\$ 24,187,087
% Change		5.62%	7.35%	7.53%	5.91%

GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

Forecasted Fiscal Years 2015 through 2019

C. Restricted Grants-In-Aid (1.040)

- An additional component of the State’s Funding formula, the district receives Economic Disadvantage Aid. This formula amount is deemed restricted by the Ohio Department of Education and the formula amount is reflected here. For the forecasted amounts in Economic Disadvantage Aid, the district using the FY 2016-17 budget as proposed by the Ohio House of Representatives.
- The District receives career/technical aid, catastrophic aid reimbursement and special education cost reimbursements. The district has seen significant reductions in these areas. These amounts are projected to remain flat over forecasted fiscal years 2016 through 2019.

	FY15	FY16	FY17	FY18	FY19
Economic Disadvantage	\$ 1,408,108	\$ 1,513,716	\$ 1,627,245	\$ 1,713,081	\$ 1,701,612
Career Tech	\$ 14,725	\$ 14,725	\$ 14,725	\$ 14,725	\$ 14,725
Special Education Catastrophic	\$ 89,000	\$ 89,000	\$ 89,000	\$ 89,000	\$ 89,000
Total Restricted Grants-In-Aid	\$ 1,511,833	\$ 1,617,441	\$ 1,730,970	\$ 1,816,806	\$ 1,805,337
% Change		6.99%	7.02%	4.96%	-0.63%

D. Property Tax Allocation (1.050)

- The projections for the Homestead and Rollback payments are based upon the historical relationship to actual tax collections (12.5% on residential).
- The State of Ohio was holding harmless school district’s who lost revenues from Tangible Personal Property (TPP) tax elimination (House Bill 66). The forecasted amounts were determined using a formula and spreadsheet developed by the Ohio Department of Education and the Ohio Department of Taxation. However, under the current state budget bill (House Bill 153), the district had a significant amount of their TPP reimbursement phased out in prior years. The remaining amounts not phased out are shown in the forecasted fiscal year 2015 through 2019.

E. All Other Revenues (1.060)

Local revenues include the following: Tuition, Interest Income, and Pay-to-Participate Fees, Building Rentals, and Miscellaneous /Other.

- *Tuition* revenues are derived from the pre-school handicapped program, intervention, and summer school programs. The tuition program for the pre-school handicapped continues to include students, who pay tuition. Assuming no additional tuition increases, projected years are assumed to remain flat-lined.

GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

Forecasted Fiscal Years 2015 through 2019

- *Interest income* revenue is projected to continue to remain constant using the current amount earned this fiscal year.
- *Pay-to-Participate (PTP)* is not projected to significantly change for fiscal years 2015 through 2019. It is also assumed that the number of participants and the fee amount will not change during the projected years.
- *Building rental* revenue is projected to remain constant due to the number of rentals and rental rates are not projected to significantly change.
- *Miscellaneous/Other Revenues* include fees/fines, reimbursements, and donations, not covered under the other revenue line items. This amount is not projected to significantly change.
- In fiscal year 2014, the district received \$387,158 as their share from the CityView Tax Increment Finance (TIF) agreement. However, CityView is in receivership and current indicators point to potential significant reduction in this TIF payment going forward into the projected years 2015 through 2019 (\$150,000 per year).

	FY15	FY16	FY17	FY18	FY19
Tuition	\$350,000	\$350,000	\$350,000	\$350,000	\$350,000
Interest	15,000	15,000	15,000	15,000	15,000
PTP	55,000	55,000	55,000	55,000	55,000
Rentals	27,000	27,000	27,000	27,000	27,000
Misc/Other	150,257	150,257	150,257	150,257	150,257
TIF+	150,000	150,000	150,000	150,000	150,000
Total	\$747,257	\$747,257	\$747,257	\$747,257	\$747,257

F. Transfers/Advances In (2.040, 2.050)

- No significant transfers-in will be received in future forecasted years.
- Advances-in would be offset in the previous year with an initial advance-out.

G. All Other Financing Sources (2.070)

- It is assumed that the amount of revenue from other financing sources will be insignificant and remain constant over the years projected.

GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

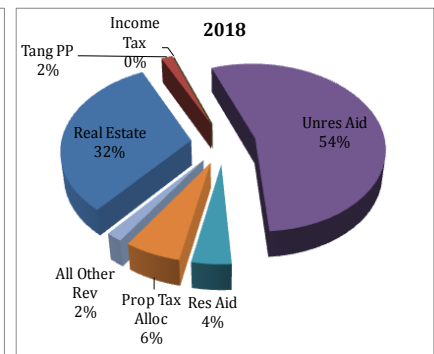
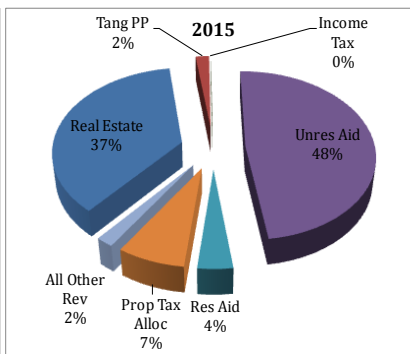
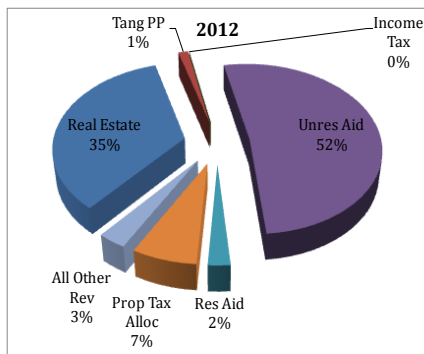
Forecasted Fiscal Years 2015 through 2019

H. Total Revenues and Other Financing Sources (2.080)

In Perspective: Total revenues assuming passage of the renewal levies and not including ‘Other Financing Sources’ is projected grow an average annual increase of 3.6% over the forecasted five years. This is based on two key factors: continued collection of delinquent taxes and the state’s basic aid funding formula remaining the same.

Operating Revenue Summary

Garfield Heights City School District



	ACTUAL		FORECASTED				6 Year Projected % Change
	2012	% of Revenue	2015	% of Revenue	2018	% of Revenue	
1.010 - General Property Tax (Real Estate)	11,394,050	34.47%	14,309,696	36.75%	13,283,687	31.70%	16.58%
1.020 - Public Utility Personal Property	446,612	1.35%	735,713	1.89%	656,682	1.57%	47.04%
1.030 - Income Tax	-	0.00%	-	0.00%	-	0.00%	0.00%
1.035 - Unrestricted Grants-in-Aid	17,077,677	51.67%	18,732,362	48.11%	22,836,768	54.49%	33.72%
1.040 & 1.045 - Restricted Grants-in-Aid	797,801	2.41%	1,511,833	3.88%	1,816,806	4.33%	127.73%
1.050 - Property Tax Allocation	2,316,682	7.01%	2,898,587	7.44%	2,569,413	6.13%	10.91%
1.060 - All Other Operating Revenues	1,017,720	3.08%	747,257	1.92%	747,257	1.78%	-26.58%
1.070 - Total Revenue	33,050,542		38,935,448		41,910,614		26.81%

GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

Forecasted Fiscal Years 2015 through 2019

Key Expenditure Assumptions

The expenditure projections are based upon several key assumptions. Wage freezes, including a step freeze, have been accepted by all employees in the prior years and these steps will not be made up in future negotiated agreements. Additional assumptions are that the change in student enrollment, as predicted by enrollment projections, (General Assumptions “A”) will **not require significant additional staffing** over the life of the projections other than what is included in the current projections. It is also assumed that the **general economy will remain stable, and that inflation will be no greater than two to three percent in each of the projected years**. Lastly, that Ohio Legislature and the United States Congress will **not impose any new unfunded mandates or make any changes to current legislation that we are currently aware of that significantly impacts the General Fund**.

A. Personal Services (3.010)

The district currently has five major employee classifications: Certified Staff (GHTA), Classified Staff (OAPSE), Exempt Staff (Central Office), Qualified Staff(Social Workers), and Administrative Staff.

- The District agreed to a three year contract agreement with the teachers union which expires in 2017. For forecasted years 2018 and 2019, amounts assume step increases only.
- The District agreed to a three year contract agreement with the classified employees’ union (OAPSE) which expires in 2017. For forecasted years 2018 and 2019, amounts assume step increases only.
- Wage amounts projected for administration are based on individual contract agreements. For forecasted years 2016 through 2019, amounts include the equivalent of a step increase.
- Wage amounts projected for the exempt staff are based on established salary schedules, experience level, and level of responsibility. For forecasted years 2016 through 2018, amounts shown reflect salary schedule step movements for those eligible employees.
- Wage amounts projected for the qualified staff are based on established salary schedules, experience level, and level of responsibility. For forecasted years 2016 through 2019, amounts shown reflect salary schedule step movements for those eligible employees.
- Longevity amounts follow negotiated agreements and the Administrator/Exempt/Qualified Benefit Schedules approved by the Board and are not projected to change significantly in any of the classifications.

GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

Forecasted Fiscal Years 2015 through 2019

- Supplemental contracted amounts follow the Garfield Heights Teachers' Association negotiated agreement base salary amount.
- Substitutes are assumed to remain constant. The district has contracted with a private company to handle and assign certified/teacher substitutes with minimal additional costs for administrative fees. A majority of this cost has been moved and projected in the purchased service area. Substitute rates are not projected to change significantly over the forecast period.
- Severance payments and early retirement incentive program costs, for those employees having retired, are projected to decrease slightly over the forecasted years based on past history.
- Overtime, extra time, incentives and extended times wage amounts are projected to remain constant in forecasted years 2016 through 2019. This amount is based on past history.

Over the past three years, Personal Services had averaged a 2.3% increase. Based on the above assumptions and the hiring of additional staff members, Personal Services is projected to increase 3.47% in fiscal year 2015 and have an overall average of 2.80% annually in each of the forecasted fiscal years 2016 through 2019.

B. Employees' Retirement/Insurance Benefits (3.020)

Fringe benefits consist of retirement, Medicare, health care, workers compensation, and unemployment.

1. Retirement

- The district is required to contribute 14% of an employee's salary to either the State Teachers' Retirement System (STRS) or the School Employees' Retirement System (SERS). As personal service (salaries, wages) costs increase/decrease from staff reductions, step movements, other compensation, retirement costs are projected to follow.
- It is assumed that there will be a continuation of the current 14% employer contributions for both STRS and SERS during each year of the projected years.
- The SERS surcharge on non-teaching employees is calculated on part-time employees. The rate after calculations amounts to 2% of all non-certificated employees' wages or the statewide limit of 1.5% of the statewide payroll, whichever is lower. This current surcharge amount is not projected to change significantly in the forecasted fiscal years.

GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

Forecasted Fiscal Years 2015 through 2019

2. Medicare

Any employee hired after 1986 is required to have contributions of 2.9% of their salary paid into Medicare. The district, under federal law, is responsible for 1.45%, and the employee is responsible for 1.45%. As personal service (salaries, wages) costs increase/decrease from staff reductions, step movements, other compensation, Medicare costs are projected to follow.

3. Health Care

- The medical, prescription, dental and vision health care coverage is currently with Medical Mutual of Ohio (MMOH). The district joined the Suburban Health Consortium (SHC) in January 2006. This was done to help stabilize rates over future years.
- All employees currently contribute towards their health insurance coverage. This contribution amount is based on current negotiated agreements.
- Health insurance rate projections include not only forecasted increases but any negotiated employee contribution amounts. The following are the aggregated forecasted rate increases for fiscal years 2016 through 2019:

Coverage	FY15	FY16	FY17	FY18	FY19
Medical	0%	6.26%	6.23%	8.0%	8.0%
Prescriptn/Drug	0%	8.23%	8.20%	10.0%	10.0%
Dental	0%	.35%	.33%	1.0%	1.0%
Vision	0%	0%	.33%	.5%	.5%
Overall % Inc.	0%	6.1%	6.1%	7.8%	7.9%

4. Workers' Compensation

The workers' compensation rate is projected to remain constant and follow projected personal service amounts where applicable.

Over the past three years, Employee Retirement/Insurance Benefits had averaged a 1.54% increase. Employee Retirement/Insurance Benefits is projected to increase 7.06% in fiscal year 2015 and have an overall average of 5.28% annually in each of the forecasted fiscal years 2016 through 2019.

GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

Forecasted Fiscal Years 2015 through 2019

C. Purchased Services (3.030)

This category includes contractual services, special education services, legal services, rentals and leases, travel and mileage, utilities, and building/equipment repairs.

Over the past three years, Purchased Services had averaged a 7.05% increase. However, the district is anticipating significant increases in special education and utility costs. Therefore, Purchased Services is now projected to increase 12.33% for fiscal year 2015 and then 9% annually in each of the forecasted fiscal years 2016 through 2019.

D. Supplies and Materials (3.040)

This category includes educational supplies, library books/supplies, office supplies/postage, maintenance supplies, transportation supplies, and textbooks.

Over the past three years, Supplies and Materials had averaged a 35.07% increase due in large part to the General Fund absorbing the cost for workbooks that was previously paid for with student fees. For fiscal year 2015, the district is planning on purchasing a significant dollar amount for classroom textbooks in the different subject areas (40.40% increase). Supplies and Materials are then projected to increase an inflationary 2% annually in each of the forecasted fiscal years 2016 through 2019.

E. Capital Outlay (3.050)

Capital outlay includes the purchase of new instructional equipment, special education equipment, building improvements, replacement vehicles/busses and replacement educational equipment including technology items.

Capital Outlay saw a significant increase in 2014 due to upgrading the District's computer system to be ready for state testing. These computer purchases along with the purchase of an adjacent building drove Capital Outlay expenditures up 182% in fiscal year 2015. Projecting an inflationary 2% annually in each of the forecasted fiscal years 2016 through 2019.

GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

Forecasted Fiscal Years 2015 through 2019

F. Debt Service (4.055)

The district has three debt service obligations from the General Fund. These obligations are the repayment of two Qualified Zone Academy Bonds and a Lease Purchase of equipment. Repayment amortization schedules have been established for each of the two QZAB debt issuances of which the amounts are reflected in the forecast under Principal-Other. Both of these bonds mature in 2017.

The lease-purchase consists of annual payments of \$82,342 of which the first payment is due in 2016. This lease-purchase is for a five year period.

G. Other Objects (4.300)

This category includes Insurance premiums for fleet and general liability insurance both of which increased for fiscal year 2015 (actual costs are known). Property tax collection fees which are based on the amount of property taxes collected as set by Ohio Law and Other/Miscellaneous expenses. These expenses include bank service charges, audit fees, organization dues and membership fees, County Educational Service Center deductions, and election expenses.

Over the past three years, Other Objects has fluctuated greatly with property tax fees and election expenses. Current expenses are projected drop slightly in 2015 (-9.4%) and then Other Object expenditures assume an inflationary 2% annual increase in each of the forecasted fiscal years 2016 through 2019.

H. Other Financing Uses (5.010, 5.020, 5.030)

This category shows the transfers/advances of monies to other funds that cannot generate enough revenues to offset their expenditures.

- **Transfers Out** is projected constant over the forecasted period and that no other funds will need a transfer.
- **Advances Out** has been required in previous years. Projected Advances Out is offset through an Advance In in the following fiscal year, thus creating no financial impact on the overall forecast.

GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

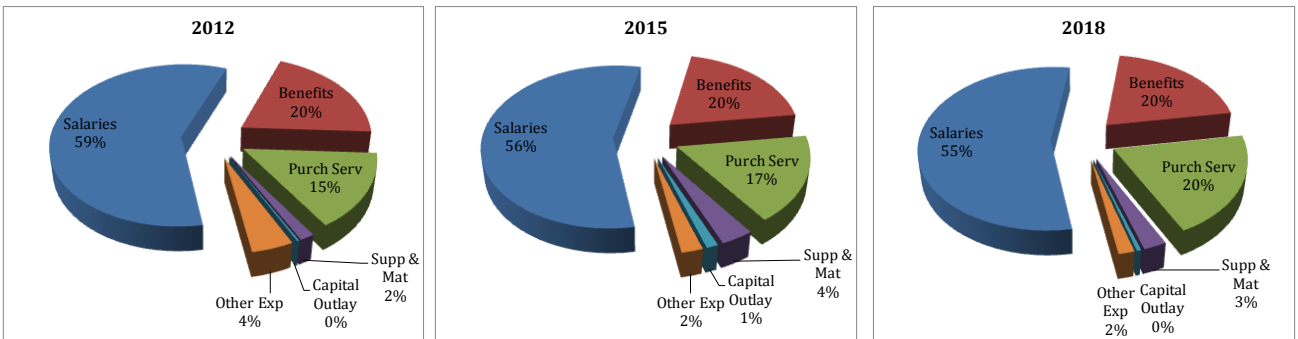
Forecasted Fiscal Years 2015 through 2019

I. Total Expenditures and Other Financing Uses (5.050)

In Perspective: Total expenditures including ‘Other Financing Uses’ are expected have an average annual increase of 4.33% over the forecasted five years as compared to an actual average annual expenditure increase of 2.39% over the previous 3 years.

Operating Expenditure Summary

Garfield Heights City School District



	ACTUAL		FORECASTED				6 Year Projected % Change
	2012	% of Budget	2015	% of Budget	2018	% of Budget	
3.010 - Personnel Services	20,367,296	58.55%	22,023,726	56.09%	23,871,076	54.93%	17.20%
3.020 - Employees' Retirement/Insurance Benefi	6,963,631	20.02%	7,685,419	19.57%	8,804,727	20.26%	26.44%
3.030 - Purchased Services	5,245,280	15.08%	6,751,652	17.19%	8,743,585	20.12%	66.69%
3.040 - Supplies and Materials	547,844	1.57%	1,389,119	3.54%	1,083,994	2.49%	97.87%
3.050 - Capital Outlay	80,621	0.23%	500,758	1.28%	198,790	0.46%	146.57%
3.060-4.300 - Other Expenditures	1,580,549	4.54%	915,343	2.33%	753,581	1.73%	-52.32%
4.500 - Total Expenditures	34,785,221		39,266,017		43,455,752		24.93%

J. Estimated Encumbrances (8.010)

The District uses the encumbrance method as part of formal budgetary and management control. Under this method, purchase orders, contracts, resolutions and other commitments for the expenditure of funds are recorded to reserve that portion of the applicable appropriation for future payment. Encumbrances outstanding at year-end represent planned expenditures which were budgeted in the fiscal year but which were not paid for as of year-end. The estimated encumbrance amount is not expected to change drastically throughout the forecast period.

GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

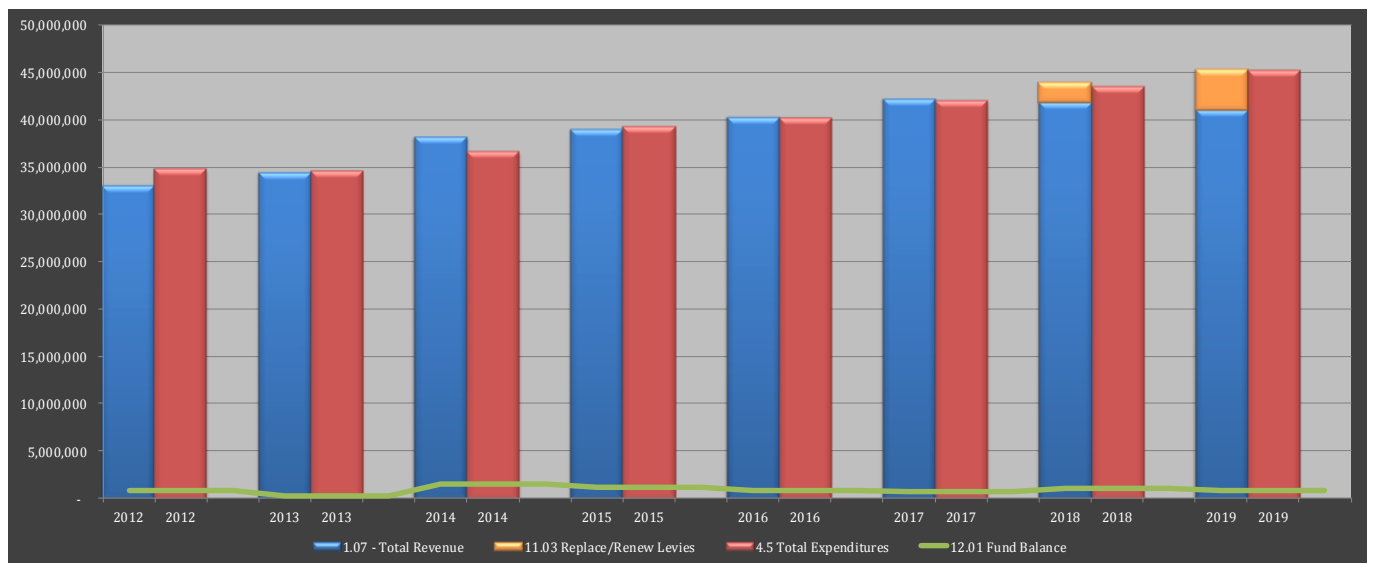
Forecasted Fiscal Years 2015 through 2019

Future Outlook

Income and Expense Simplified Statement - Projected Fiscal Years

	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019
Beginning Balance	2,012,095	1,431,527	1,157,232	1,057,731	1,318,683
+ Revenue	39,235,448	40,498,028	42,455,686	42,146,614	41,347,994
+ Proposed Renew/Replacement Levies	-	-	-	2,120,091	4,240,182
+ Proposed New Levies	-	-	-	-	-
- Expenditures	(39,816,017)	(40,772,322)	(42,555,188)	(44,005,752)	(45,784,069)
= Revenue Surplus or Deficit	(580,568)	(274,294)	(99,502)	260,953	(195,893)
Ending Balance	1,431,527	1,157,232	1,057,731	1,318,683	1,122,791
Revenue Surplus or Deficit w/o Levies	(580,568)	(274,294)	(99,502)	(1,859,138)	(4,436,075)
Ending Balance w/o Levies	1,431,527	1,157,232	1,057,731	(801,408)	(5,237,483)

Operating Revenue, Expenditures & Year End Fund Balance - Including Renewal & Replacement Levies



GARFIELD HEIGHTS CITY SCHOOL DISTRICT

Summary of Significant Assumptions to the Five Year Forecast

Forecasted Fiscal Years 2015 through 2019

In Perspective: The district's expenditures exceed revenues in the first year of the forecast (2015). Starting in fiscal year 2016 of the forecast the revenues are projected to exceed expenditures until the next levy renewal comes due in 2017. The district will still need to make decisions over the course of the ensuing years to contain expenditures as much as possible and extend the life of current tax levies. Personnel assumptions and Purchased Services assumptions explained in more detail in this report are key variables to the decisions necessary to balance the budget.

Total Revenues and Other Financing Sources are projected to **increase** annually by an average of 3.6% over the forecasted years 2015 through 2019, while Total Expenditures and Other Financing Uses are projected to **increase** annually by an average of 4.33%.

The Ohio House of Representatives has passed their version of the next biennium budget (HB64) which covers 2016-2017. This budget included an increase of state basic aid to the district. However, the next step is for the Ohio Senate to review and then pass either the House version, the Governor's proposal or their own version. For the forecast, we are using HB64 version of the budget. Furthermore, beyond the two year biennium budget, the future of state funding for public schools is still unknown. With over 55% of the school district's revenue coming from the state, the district will need to closely monitor the state's economic outlook.

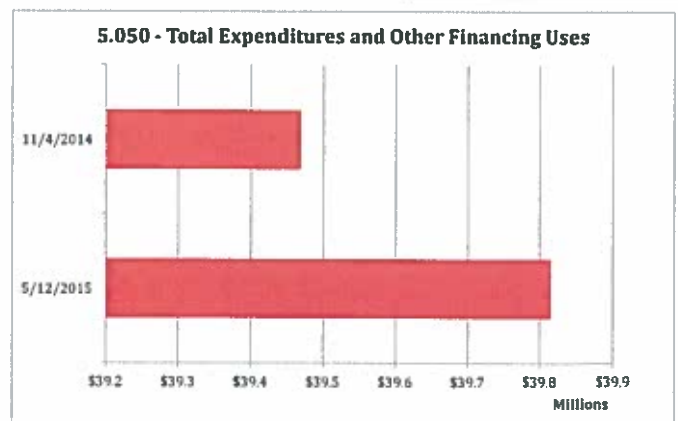
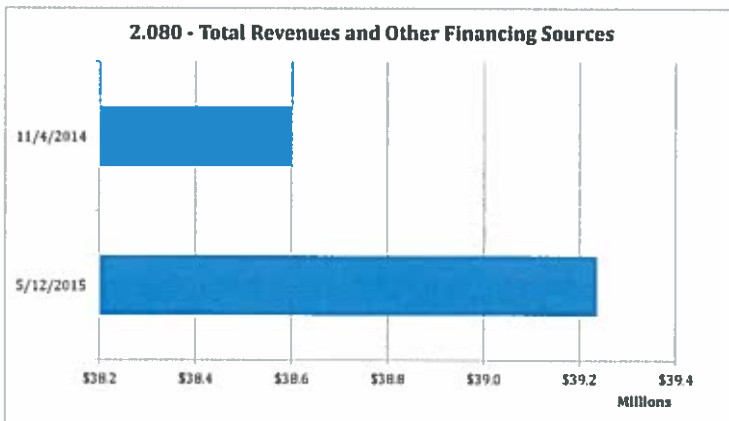
Actions by the Ohio Department of Education, the U.S. Department of Education, the State Legislature, Ohio Board of Taxation, the Ohio Supreme Court, the Cuyahoga County Board of Revision, and other governmental bodies will impact these projections and the results of their actions could seriously threaten the accuracy of the forecast and assumptions.

Forecast Compare - Compares Previous Forecast to Current Forecast
For Fiscal Year: 2015

Garfield Heights City School District

Forecasted as of: **11/4/2014** **5/12/2015**

Revenue:	Fiscal Year 2015	Fiscal Year 2015	Dollar Difference	Percentage Variance	
1.010 - General Property Tax (Real Estate)	13,897,882	14,309,696	411,814	2.96%	Revenue Variance Notes: 1.010-Increase in delinquency collections above what was projected. 1.020-Increase in the PU Personal Property Valuation. 1.040-Increase in the Economically Disadvantage formula amount and catastrophic aid in the Restricted Grants-In-Aid. 1.060-Significant reduction in the City View TIF payments.
1.020 - Public Utility Personal Property	681,422	735,713	54,291	7.97%	
1.030 - Income Tax	-	-	-	0	
1.035 - Unrestricted Grants-in-Aid	18,613,635	18,732,362	118,726	0.64%	
1.040 - Restricted Grants-in-Aid	1,266,795	1,511,833	245,038	19.34%	
1.045 - Restricted Federal Grants-in-Aid - SFSF	-	-	-	0	
1.050 - Property Tax Allocation	2,889,714	2,898,587	8,873	0.31%	
1.060 - All Other Operating Revenues	947,257	747,257	(200,000)	-21.11%	
1.070 - Total Revenue	38,296,706	38,935,448	638,742	1.67%	
2.070 - Total Other Financing Sources	300,000	300,000	-	0.00%	
2.080 - Total Revenues and Other Financing Sources	38,596,706	39,235,448	638,742	1.65%	
Expenditures:					
3.010 - Personnel Services	22,023,726	22,023,726	-	0.00%	Expenditure Variance Notes: 3.030-Increase in special education areas such as excess costs, out of district tuition and state scholarship program. 3.050-Purchase of additional technology hardware, vehicles and adjacent office building. 4.300-Higher than projected property tax collection and auditor fees.
3.020 - Employees' Retirement/Insurance Benefits	7,651,913	7,685,419	33,506	0.44%	
3.030 - Purchased Services	6,551,652	6,751,652	200,000	3.05%	
3.040 - Supplies and Materials	1,514,119	1,389,119	(125,000)	-8.26%	
3.050 - Capital Outlay	301,055	500,758	199,703	66.33%	
3.060 - Intergovernmental	-	-	-	0	
4.010 - 4.060 - Principal, Interest & Fiscal Charges	282,820	282,820	-	0.00%	
4.300 - Other Objects	592,523	632,523	40,000	6.75%	
4.500 - Total Expenditures	38,917,807	39,266,017	348,209	0.89%	
5.040 - Total Other Financing Uses	550,000	550,000	-	0.00%	
5.050 - Total Expenditures and Other Financing Uses	39,467,807	39,816,017	348,209	0.88%	
				0	
6.010 - Revenue Surplus/(Shortfall) - Line 2.080, Less 5.050	(871,101)	(580,568)	290,533	-33.35%	
7.010 - Cash Balance at Beginning of Year	2,012,096	2,012,095	(1)	0.00%	
7.020 - Cash Balance at End of Year [Line 7.010 +/- Line 6.010]	1,140,995	1,431,527	290,532	25.46%	
Levies:					
11.010 + 11.020 - Projected Renewal & Replacement Levies [Lines 1.010, 1.020, 1.030, 1.050, 1.070, 2.080]	-	-	-	0	
13.010 + 13.020 - Projected New Levies [Lines 1.010, 1.020, 1.030, 1.050, 1.070, 2.080]	-	-	-	0	
11.030 - Cumulative Projected Renewal/Replacement Levies	-	-	-	0	
13.030 - Cumulative Projected New Levies	-	-	-	0	
8.010 - End of Year Outstanding Purchase Orders	350,000	350,000	-	0.00%	

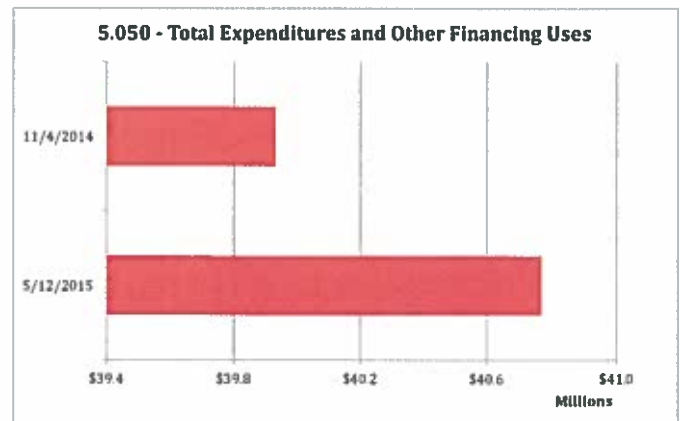
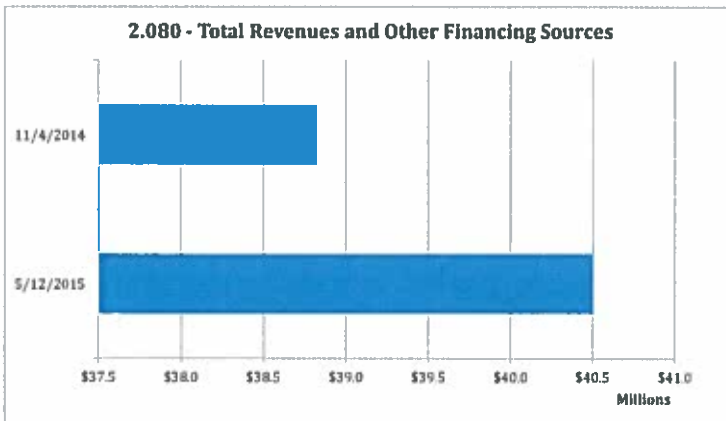


Forecast Compare - Compares Previous Forecast to Current Forecast
For Fiscal Year: 2016

Garfield Heights City School District

Forecasted as of:

	11/4/2014	5/12/2015			
	Fiscal Year	Fiscal Year	Dollar	Percentage	
	2016	2016	Difference	Variance	
Revenue:					
1.010 - General Property Tax (Real Estate)	13,456,884	14,503,253	1,046,369	7.78%	Revenue Variance Notes: 1.010, 1020, 1.050-Revised to includes the levy that was renewed. 1.040-Revised formula amount based on the current state budget proposed by the Ohio House. 1.060-Revised downward from the TIF reduction.
1.020 - Public Utility Personal Property	641,479	726,189	84,710	13.21%	
1.030 - Income Tax	-	-	-	0	
1.035 - Unrestricted Grants-In-Aid	19,617,744	19,784,647	166,902	0.85%	
1.040 - Restricted Grants-In-Aid	1,234,458	1,553,441	318,983	25.84%	
1.045 - Restricted Federal Grants-In-Aid - SFSF	-	-	-	0	
1.050 - Property Tax Allocation	2,620,219	2,883,241	263,023	10.04%	
1.060 - All Other Operating Revenues	947,257	747,257	(200,000)	-21.11%	
1.070 - Total Revenue	38,518,041	40,198,028	1,679,987	4.36%	
2.070 - Total Other Financing Sources	300,000	300,000	-	0.00%	
2.080 - Total Revenues and Other Financing Sources	38,818,041	40,498,028	1,679,987	4.33%	
Expenditures:					
3.010 - Personnel Services	22,241,807	22,623,157	381,349	1.71%	Expenditure Variance Notes: 3.010, 3.020-Revised to include final negotiated agreements. 3.030-Revised upward based on an increase in FY15 costs for special education needs. 4.010-Revised upward to include lease-purchase annual payment. 4.300-Revised upward based on FY15 costs incurred.
3.020 - Employees' Retirement/Insurance Benefits	7,879,183	7,996,558	117,375	1.49%	
3.030 - Purchased Services	7,141,301	7,359,301	218,000	3.05%	
3.040 - Supplies and Materials	1,044,401	1,041,901	(2,500)	-0.24%	
3.050 - Capital Outlay	187,076	191,070	3,994	2.13%	
3.060 - Intergovernmental	-	-	-	0	
4.010 - 4.060 - Principal, Interest & Fiscal Charges	282,820	365,162	82,342	29.11%	
4.300 - Other Objects	604,374	645,174	40,800	6.75%	
4.500 - Total Expenditures	39,380,962	40,222,322	841,360	2.14%	
5.040 - Total Other Financing Uses	550,000	550,000	-	0.00%	
5.050 - Total Expenditures and Other Financing Uses	39,930,962	40,772,322	841,360	2.11%	
				0	
6.010 - Revenue Surplus/(Shortfall) - Line 2.080, Less 5.050	(1,112,921)	(274,294)	838,627	-75.35%	
7.010 - Cash Balance at Beginning of Year	1,140,995	1,431,527	290,532	25.46%	
7.020 - Cash Balance at End of Year (Line 7.010 +/- Line 6.010)	28,073	1,157,232	1,129,159	4022.19%	
11.010 + 11.020 - Projected Renewal & Replacement Levies (Lines 1.010, 1.020, 1.030, 1.050, 1.070, 2.080)	1,340,623	-	(1,340,623)	-100.00%	
13.010 + 13.020 - Projected New Levies (Lines 1.010, 1.020, 1.030, 1.050, 1.070, 2.080)	-	-	-	0	
11.030 - Cumulative Projected Renewal/Replacement Levies	1,340,623	-	(1,340,623)	-100.00%	
13.030 - Cumulative Projected New Levies	-	-	-	0	
8.010 - End of Year Outstanding Purchase Orders	350,000	350,000	-	0.00%	



Forecast Compare - Compares Previous Forecast to Current Forecast
For Fiscal Year: 2017

Garfield Heights City School District

Forecasted as of: **11/4/2014** **5/12/2015**

Revenue:	Fiscal Year 2017	Fiscal Year 2017	Dollar Difference	Percentage Variance	
1.010 - General Property Tax (Real Estate)	11,704,098	14,908,802	3,204,704	27.38%	Revenue Variance Notes: 1.010, 1.020, 1.050-Revised to include the levies that were renewed. 1.035, 1.040-Revised formula amount based on the current state budget proposed by the Ohio House. 1.060-Revised downward from TIF reduction.
1.020 - Public Utility Personal Property	553,228	731,168	177,940	32.16%	
1.030 - Income Tax	-	-	-	0	
1.035 - Unrestricted Grants-in-Aid	20,650,223	21,238,100	587,877	2.85%	
1.040 - Restricted Grants-in-Aid	1,222,339	1,666,970	444,631	36.38%	
1.045 - Restricted Federal Grants-in-Aid - SP5F	-	-	-	0	
1.050 - Property Tax Allocation	2,077,792	2,863,390	785,597	37.81%	
1.060 - All Other Operating Revenues	947,257	747,257	(200,000)	-21.11%	
1.070 - Total Revenue	37,154,937	42,155,686	5,000,749	13.46%	
2.070 - Total Other Financing Sources	300,000	300,000	-	0.00%	
2.080 - Total Revenues and Other Financing Sources	37,454,937	42,455,686	5,000,749	13.35%	
Expenditures:					
3.010 - Personnel Services	22,783,284	23,325,492	542,208	2.38%	Expenditure Variance Notes: 3.010-Revised to include final negotiated agreements. 3.030-Revised upward based on an increase in FY16 costs for special education needs. 4.010-Revised upward to include lease-purchase annual payment. 4.300-Revised upward base on FY16 costs incurred.
3.020 - Employees' Retirement/Insurance Benefits	8,333,099	8,377,188	44,090	0.53%	
3.030 - Purchased Services	7,784,018	8,021,638	237,620	3.05%	
3.040 - Supplies and Materials	1,065,289	1,062,739	(2,550)	-0.24%	
3.050 - Capital Outlay	190,818	194,892	4,074	2.13%	
3.060 - Intergovernmental	-	-	-	0	
4.010 - 4.060 - Principal, Interest & Fiscal Charges	282,820	365,162	82,342	29.11%	
4.300 - Other Objects	616,461	658,077	41,616	6.75%	
4.500 - Total Expenditures	41,055,788	42,005,188	949,400	2.31%	
5.040 - Total Other Financing Uses	550,000	550,000	-	0.00%	
5.050 - Total Expenditures and Other Financing Uses	41,605,788	42,555,188	949,400	2.28%	
				0	
6.010 - Revenue Surplus/(Shortfall) - Line 2.080, Less 5.050	(4,150,851)	(99,502)	4,051,349	-97.60%	
7.010 - Cash Balance at Beginning of Year	28,073	1,157,232	1,129,159	4022.19%	
7.020 - Cash Balance at End of Year (Line 7.010 +/- Line 6.010)	(4,122,778)	1,057,731	5,180,508	125.66%	
11.010 + 11.020 - Projected Renewal & Replacement Levies [Lines 1.010, 1.020, 1.030, 1.050, 1.070, 2.080]	4,135,713	-	(4,135,713)	-100.00%	
13.010 + 13.020 - Projected New Levies [Lines 1.010, 1.020, 1.030, 1.050, 1.070, 2.080]	-	-	-	0	
11.030 - Cumulative Projected Renewal/Replacement Levies	5,476,335	-	(5,476,335)	-100.00%	
13.030 - Cumulative Projected New Levies	-	-	-	0	
8.010 - End of Year Outstanding Purchase Orders	350,000	350,000	-	0.00%	

