

GARFIELD HEIGHTS CITY SCHOOLS



Forecast Overview

October 2016

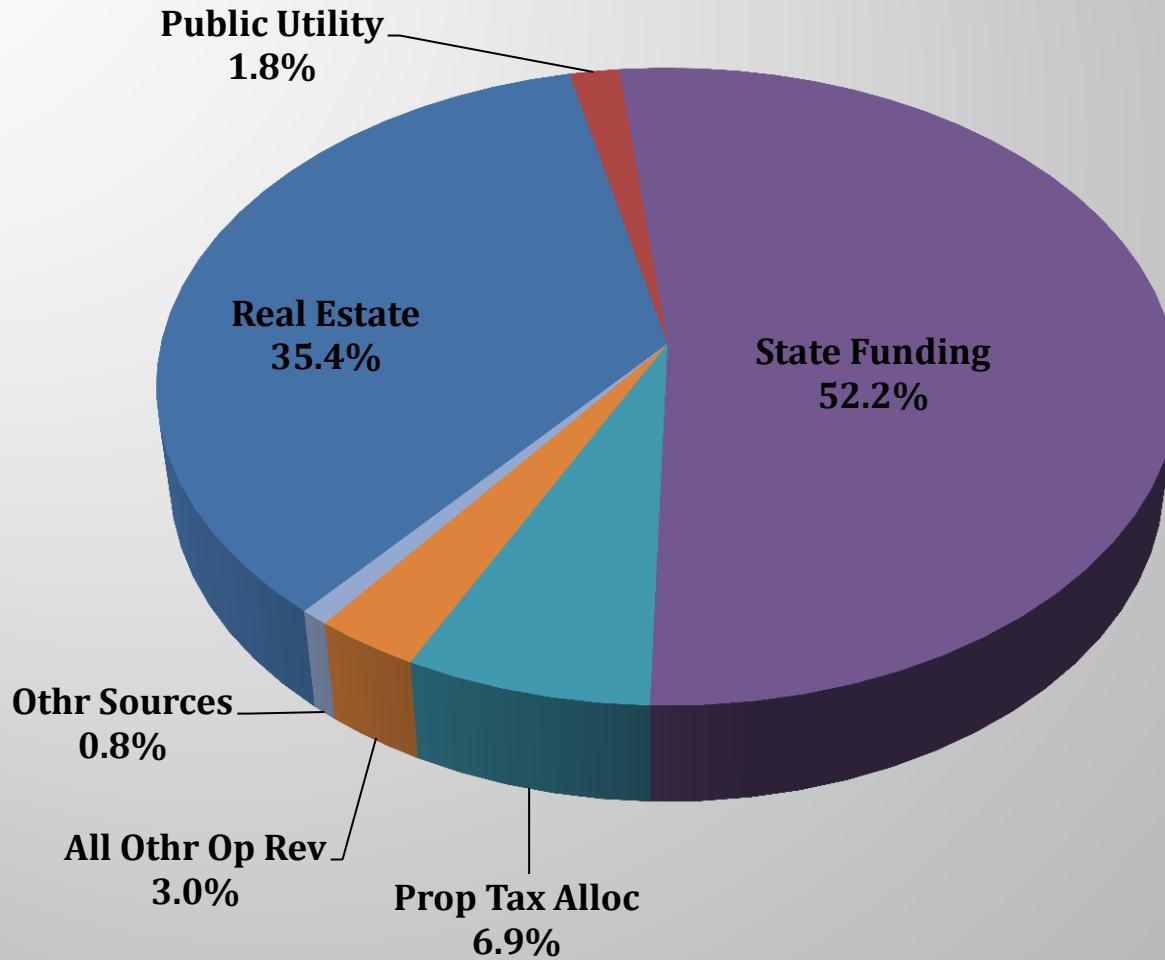


Income and Expense Simplified Statement Projected Fiscal Years

	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020	Fiscal Year 2021
Beginning Balance	768,365	804,649	891,398	479,589	(490,967)
+ Revenue	42,669,195	41,602,132	40,761,398	42,003,906	43,190,107
+ Proposed Renew/Replacement Levies	-	1,981,076	3,962,093	3,962,033	3,962,033
+ Proposed New Levies	-	-	-	-	-
- Expenditures	(42,632,910)	(43,496,459)	(45,135,300)	(46,936,495)	(48,735,051)
= Revenue Surplus or Deficit	36,284	86,749	(411,809)	(970,557)	(1,582,911)
Ending Balance	804,649	891,398	479,589	(490,967)	(2,073,878)
Revenue Surplus or Deficit w/o Levies	36,284	(1,894,327)	(4,373,901)	(4,932,589)	(5,544,944)
Ending Balance w/o Levies	804,649	(1,089,678)	(5,463,579)	(10,396,169)	(15,941,112)

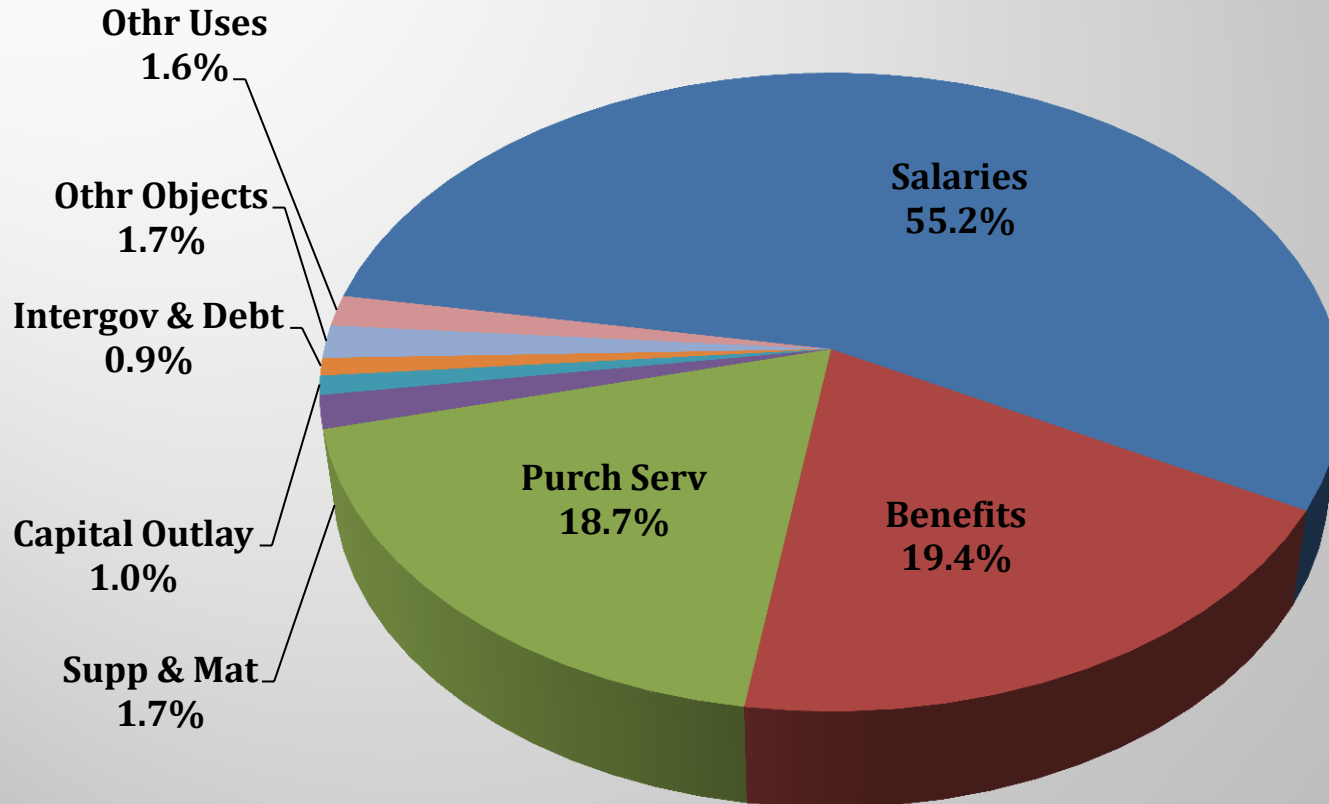


Operating Revenue Summary



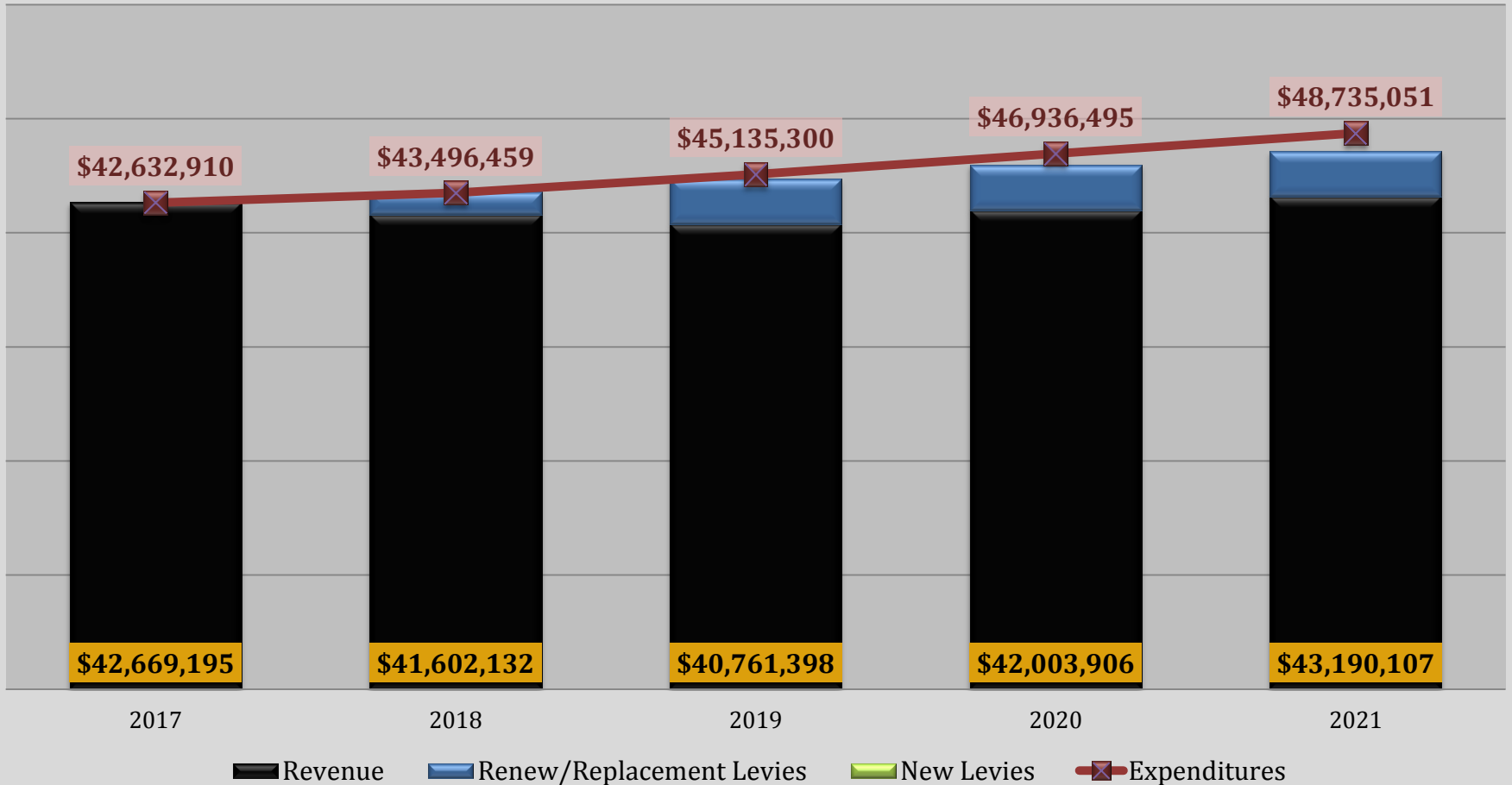


Operating Expenditure Summary



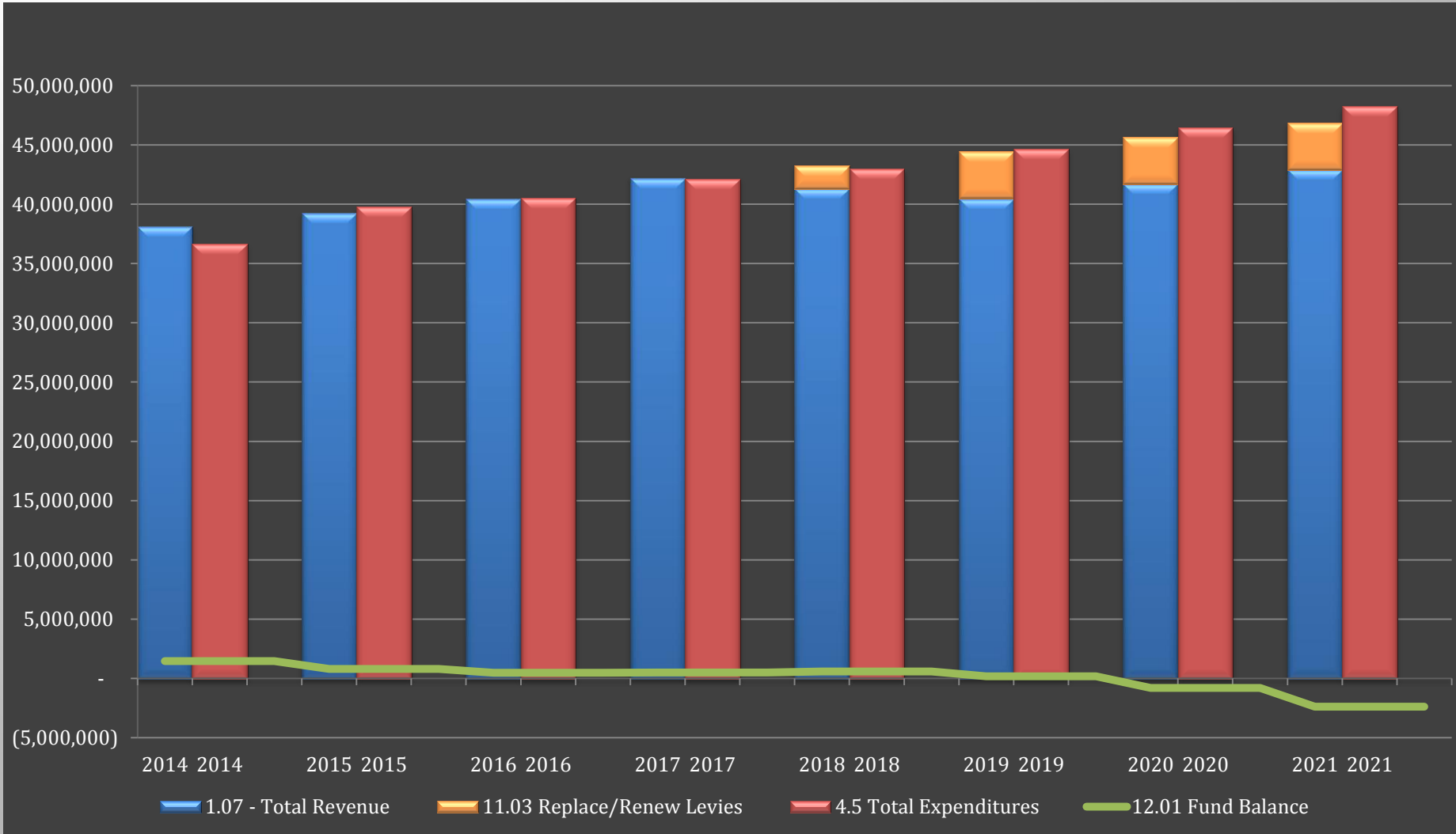


Revenue vs. Expenditures



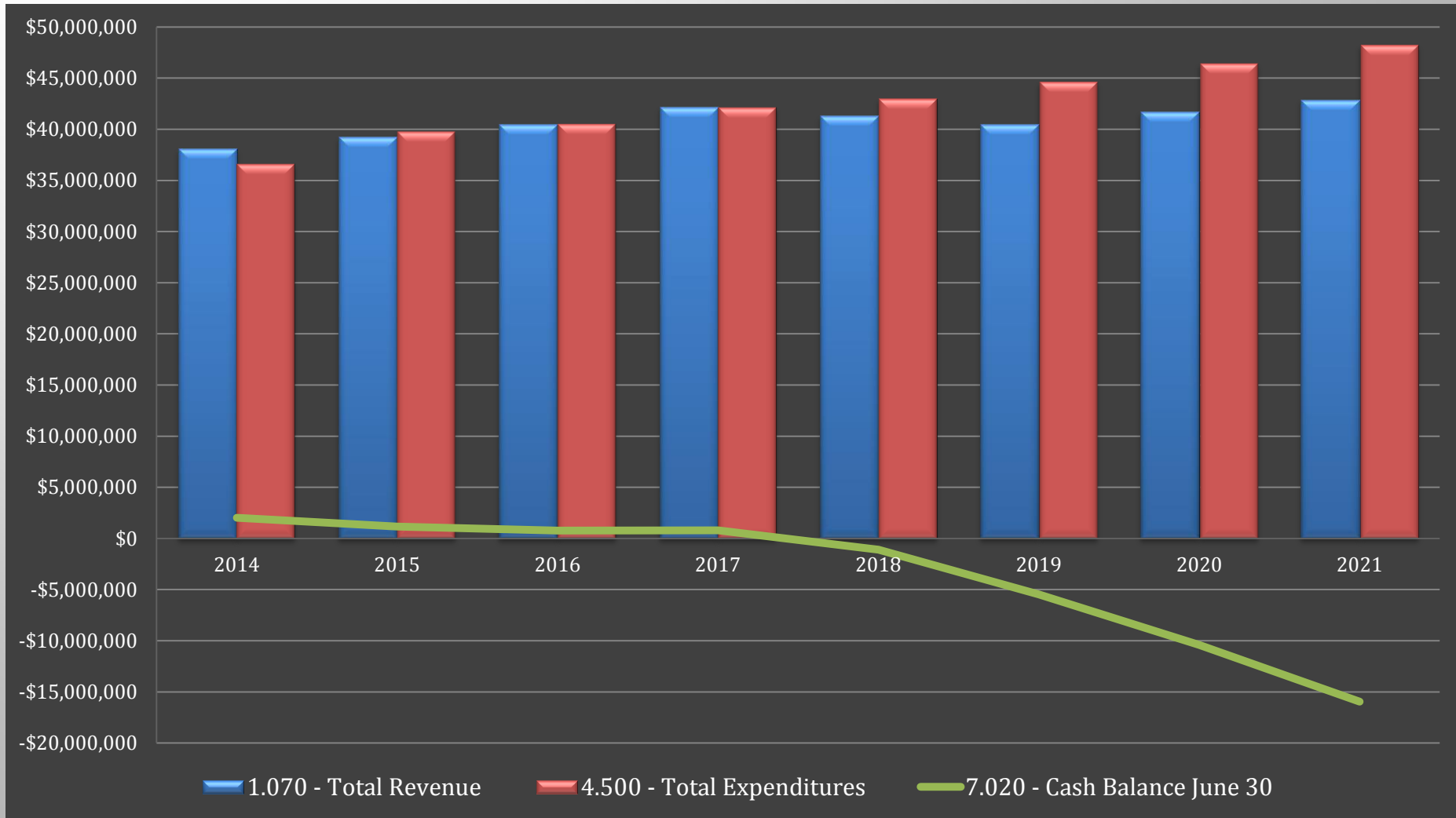


Operating Revenue, Expenditures & Year End Fund Balance Including Renewal Levy





Operating Revenue, Expenditures & Year End Fund Balance Excluding Renewal Levy





Future Outlook

- The Notes & Assumptions explained in more detail by revenue and expenditure areas in this report are key variables to the projections and the decisions necessary to balance the budget. The assumptions 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.
- **Assuming passage of the renewal levy**, in projected fiscal years 2017 and 2018, the forecast revenues are showing a surplus. However, that trend reverses itself in projected fiscal years 2019 through 2021 thus leading to a negative balance at the end of 2020. This situation will need to be closely monitored moving forward and steps may need to be taken to ensure fiscal stability in 2020 and beyond.
- ADM estimates are included in the forecast and assumes a decrease in enrollment. The District continues to closely monitor enrollment numbers to assess the academic needs of our students and the impact on state funding to the district. The district is not projecting to be off the CAP in the forecasted fiscal years assuming the same funding formula in the current state budget.
- The State Legislature has approved a biennium budget (HB64) which covers state school funding through June 2017. The future of state funding for public schools is still unknown and the next biennial state budget will have a significant impact on the projected amounts beyond fiscal year 2017.