



Garfield Heights City School District

Financial Report
Five Year Forecast
May, 2016



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Forecast Purpose/Objectives

Ohio Department of Education's purposes/objectives for the five-year forecast are:

1. To engage the local board of education and the community in the long range planning and discussions of financial issues facing the school district.
2. To serve as a basis for determining the school district's ability to sign the certificate required by O.R.C. §5705.412, commonly known as the "412 certificate.
3. To provide a method for the Department of Education and Auditor of State to identify school districts with potential financial problems.



Executive Summary

	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020
Beginning Balance	1,172,405	334,087	343,975	172,563	(204,501)
+ Revenue	40,485,013	42,599,711	41,587,752	40,785,721	42,014,222
+ Proposed Renew/Replacement Levies	-	-	1,981,122	3,962,244	3,962,244
+ Proposed New Levies	-	-	-	-	-
- Expenditures	(41,323,331)	(42,589,823)	(43,740,287)	(45,125,028)	(46,672,878)
= Revenue Surplus or Deficit	(838,318)	9,888	(171,413)	(377,064)	(696,413)
Ending Balance	334,087	343,975	172,563	(204,501)	(900,914)
Revenue Surplus or Deficit w/o Levies	(838,318)	9,888	(2,152,535)	(4,339,308)	(4,658,657)
Ending Balance w/o Levies	334,087	343,975	(1,808,559)	(6,147,867)	(10,806,524)

Executive Summary:

In fiscal year 2016 of the forecast, expenditures are projected to exceed revenues (Revenue Deficit). For projected fiscal years 2017, revenues including a renewal levy are showing a surplus. However, that trend reverses itself in projected fiscal years 2018, 2019 and 2020 thus leading to a significant reduction in our carryover balance at the end of 2019 and 2020.

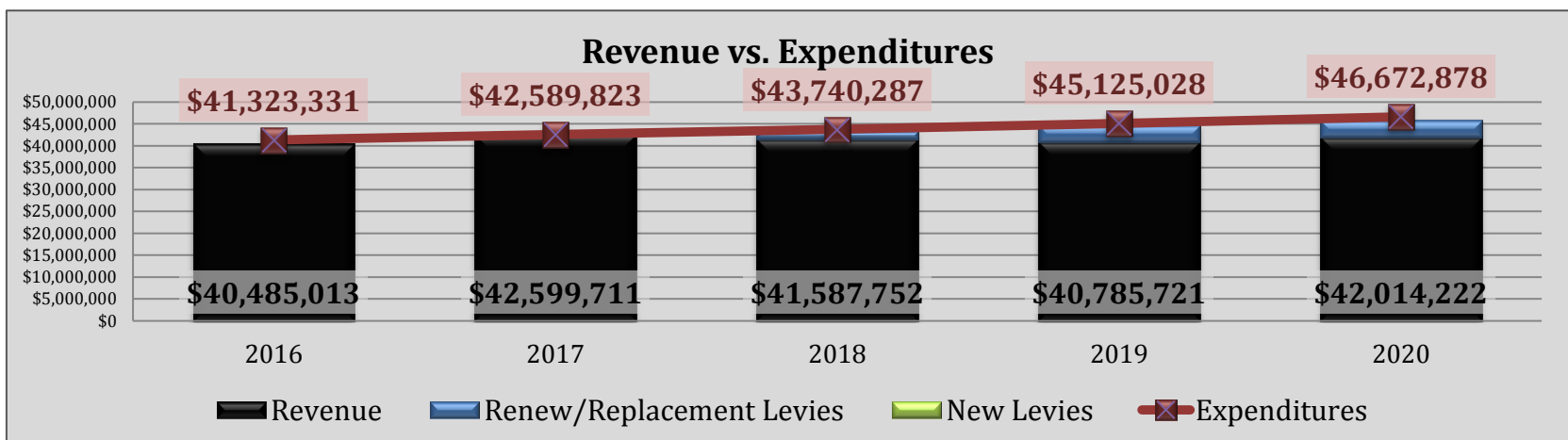
ADM estimates are included in the forecast. The forecast assumes no significant change in enrollment. The District continues to closely monitor enrollment numbers to assess the academic needs of our students. Current ADM (2015 Count) is 4,125.66 and current Formula ADM is 4,039.36 per the district's SFPR used for calculating our State Foundation Funding.

Staffing levels increased by 4 FTE in 2015. We are projecting an increase of .5 FTE in staffing levels for the forecasted year 2017 and no increase in projected year 2018 through 2020.

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.

The State Legislature has approved a biennium budget (HB64) which covers state school funding for the next two years (2016-2017). This budget included an increase of state basic aid to the district. Furthermore, beyond the two year biennium budget, the future of state funding for public schools is still unknown.

While passage of the district's \$4.1 million Emergency Levy renewal cannot be assumed, this levy revenue is an integral part of the forecast and insures the future financial stability of the district.



Revenue Overview

	Prev. 5-Year Avg. Annual Change	PROJECTED					5-Year Avg. Annual Change
		Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020	
Revenue:							
1.010 - Real Estate	4.58%	-0.90%	0.44%	-12.00%	-12.24%	0.34%	-4.87%
1.020 - Public Utility	1.82%	-0.40%	7.02%	-10.95%	-12.14%	0.34%	-3.23%
1.030 - Income Tax	n/a	n/a	n/a	n/a	n/a	n/a	n/a
1.035 - State Funding	2.97%	7.79%	8.87%	4.86%	4.85%	4.82%	6.24%
1.040 - Restr Aid	236.84%	-15.86%	14.47%	4.63%	4.64%	4.66%	2.51%
1.045 - Restr Federal SFSF	-39.79%	n/a	n/a	n/a	n/a	n/a	n/a
1.050 - Property Tax Alloc	0.33%	-3.79%	1.95%	-11.34%	-13.72%	-2.17%	-5.81%
1.060 - All Other Operating R	-2.50%	-4.91%	0.00%	0.00%	0.00%	0.00%	-0.98%
1.070 - Total Revenue	2.23%	2.37%	5.32%	-2.39%	-1.94%	3.03%	1.28%
2.070 - Total Other Financing	13.90%	34.61%	-6.98%	0.00%	0.00%	0.00%	5.53%
2.080 - Total Revenues and Oth	1.92%	2.56%	5.22%	-2.38%	-1.93%	3.01%	1.30%

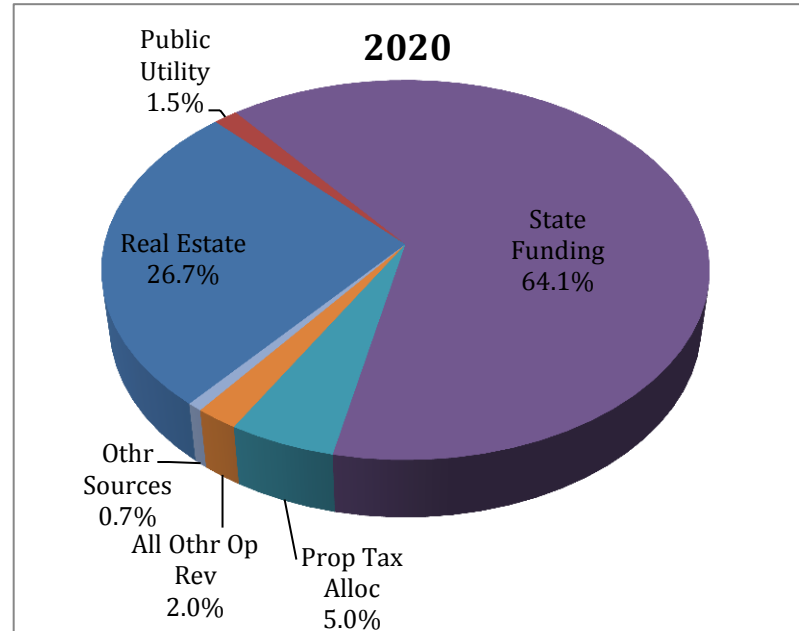
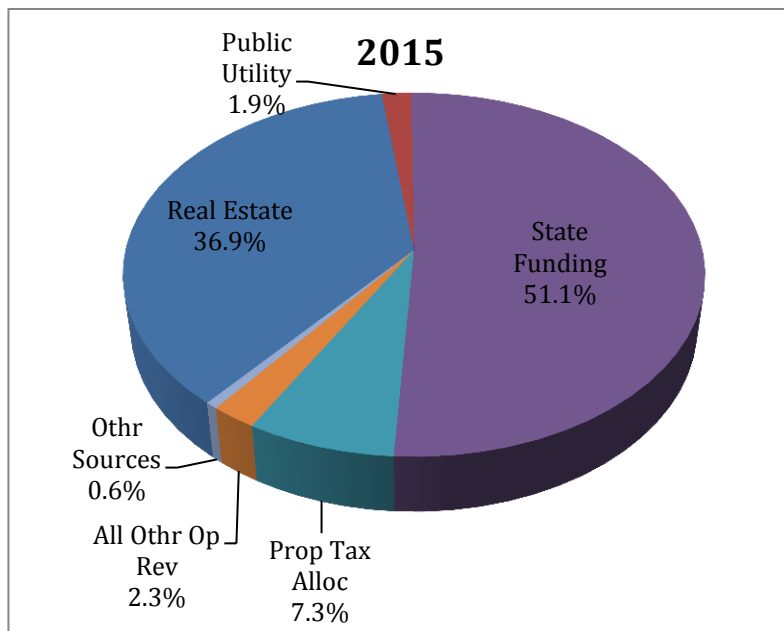
Notes & Assumptions:

Total Revenues and Other Financing Sources are projected to increase annually by an average of 3.06% over the forecasted years 2016 through 2020 which includes the renewal levy as compared to 1.92% average over the previous five years. With over 58.4% of the district's funding coming from the State of Ohio (State Funding, Restr Aid and Property Tax Allocation, the state's biennial budget and economic outlook is a major factor in projecting future revenues.

The next major revenue source is real estate taxes of which 71.5% is Residential/Agriculture (Class 1). The valuations in this area have seen a significant drop in the past three years including a 15.5% reduction in residential and 17% reduction in commercial values from the 2015 triennial reappraisal update. Reverse HB920 and Emergency Levies which are dollar amount driven have played a significant role in helping to mitigate the valuation loss.

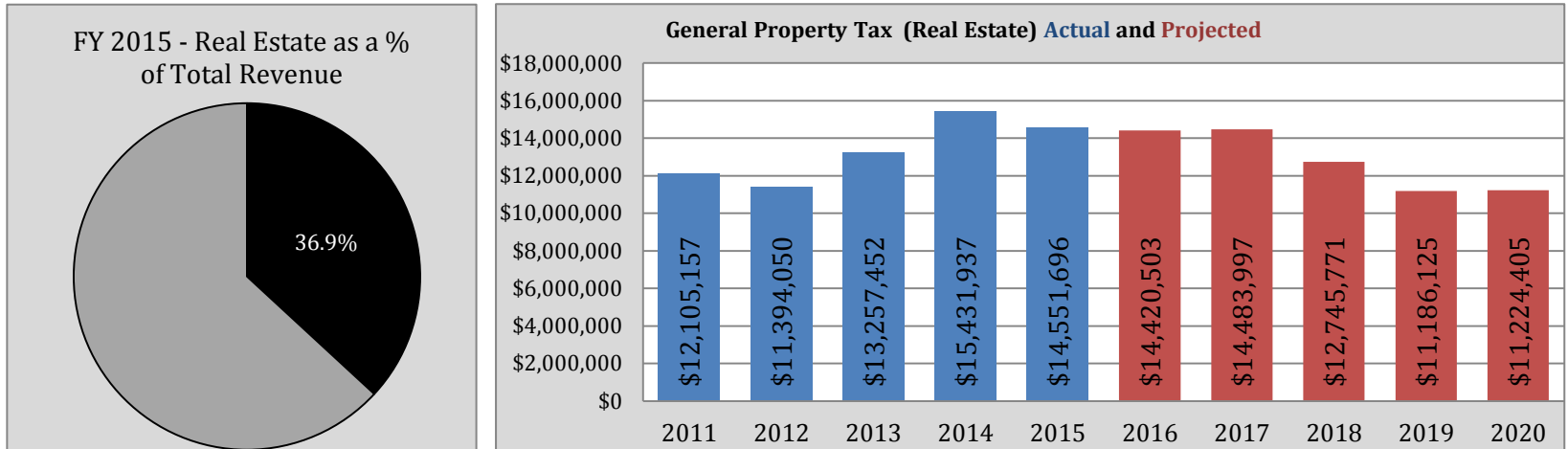
Collection of delinquent taxes over the past few years have also contributed to steady property tax revenues. While we have tried to project these collection amounts based on past history, we do not always know who or when someone is going to pay their delinquent tax amount.

Since the District cannot assume the passage of renewal tax levies, the tax collections must be reduced in the revenue portion of this forecast. These levies are shown on line 11.020.



1.010 - General Property Tax (Real Estate)

Revenue collected from taxes levied by a school district by the assessed valuation of real property using effective tax rates for class I (residential/agricultural) and class II (business).



Notes & Assumptions:

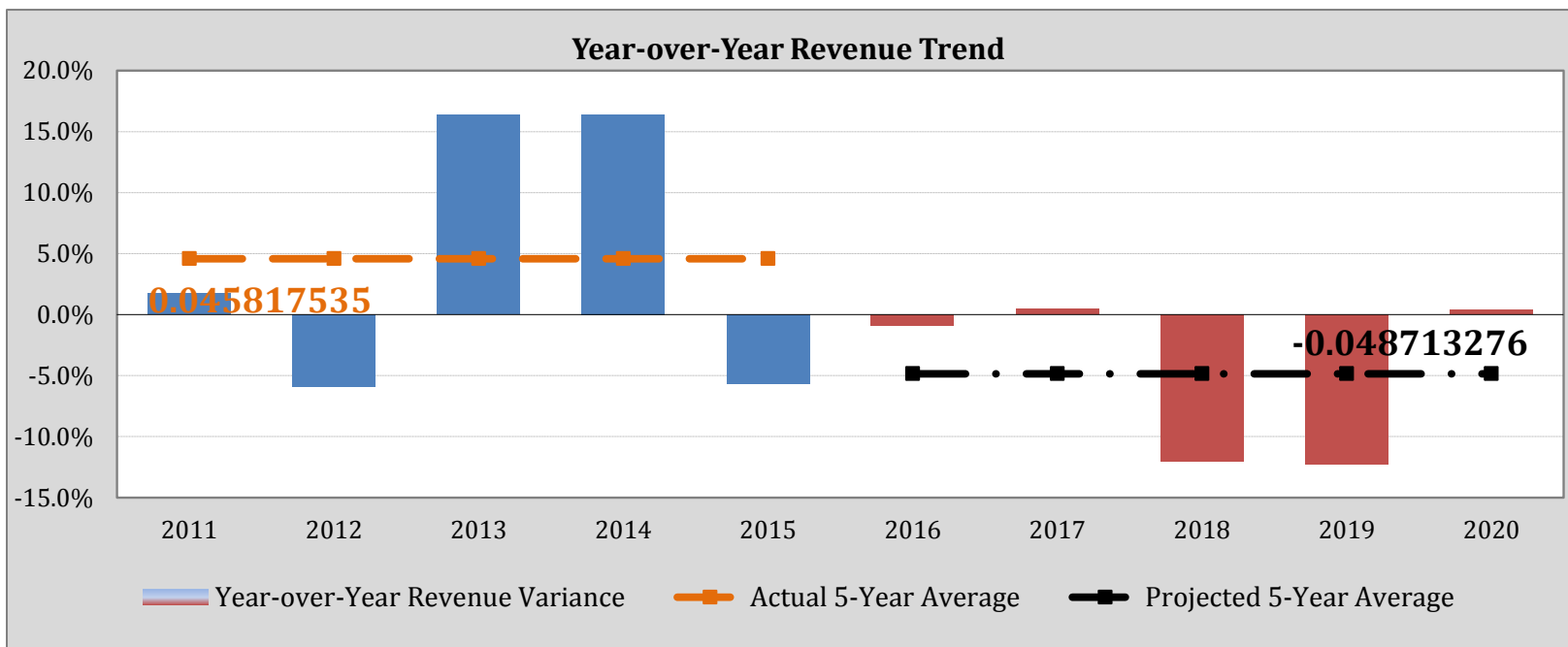
There are three components to the district’s real estate tax collections: Taxable Values, Tax Rates and Collection Rates.

Taxable Values - The district is projected a 15% reduction in its Residential/Agriculture valuation and a 2.5% reduction in Commercial valuation for the triennial update in the October forecast. Actual valuations after the update saw a **15.5% reduction in Class I-Residential and a significant 17.3% reduction in the ClassII-Commercial/Industrial valuation.**

Tax Rates - Based on the valuation reduction (reverse HB920) and the Emergency Levies in place, the tax rate is projected to increase **8.12** mills to 65.92 effective mills for Residential and increase **7.73** mills to 61.01 effective mills for Commercial in collection year 2016.

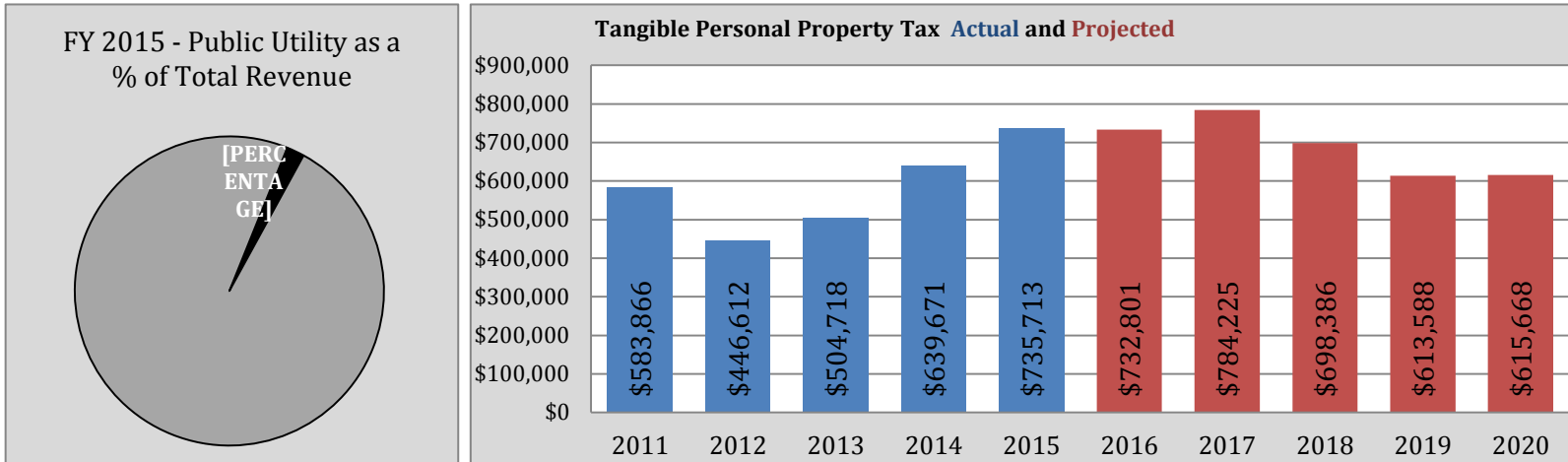
Collection Rates - The district is projecting a 85.6% collection rates over the projected forecasted years. Current collection rates were 86% for residential and 77% for Commercial/Industrial. The district also collected \$1,268,435 in delinquent taxes down \$148,457 in the previous year. Delinquent collections are projected at \$850,000 annually in the forecasted fiscal years.

The taxable values, tax rates, and collections are not projected to change significantly for collection years 2017 through 2020. 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.



1.020 - Public Utility Personal Property

Revenue generated from public utility personal property valuations multiplied by the district's full voted tax rate.



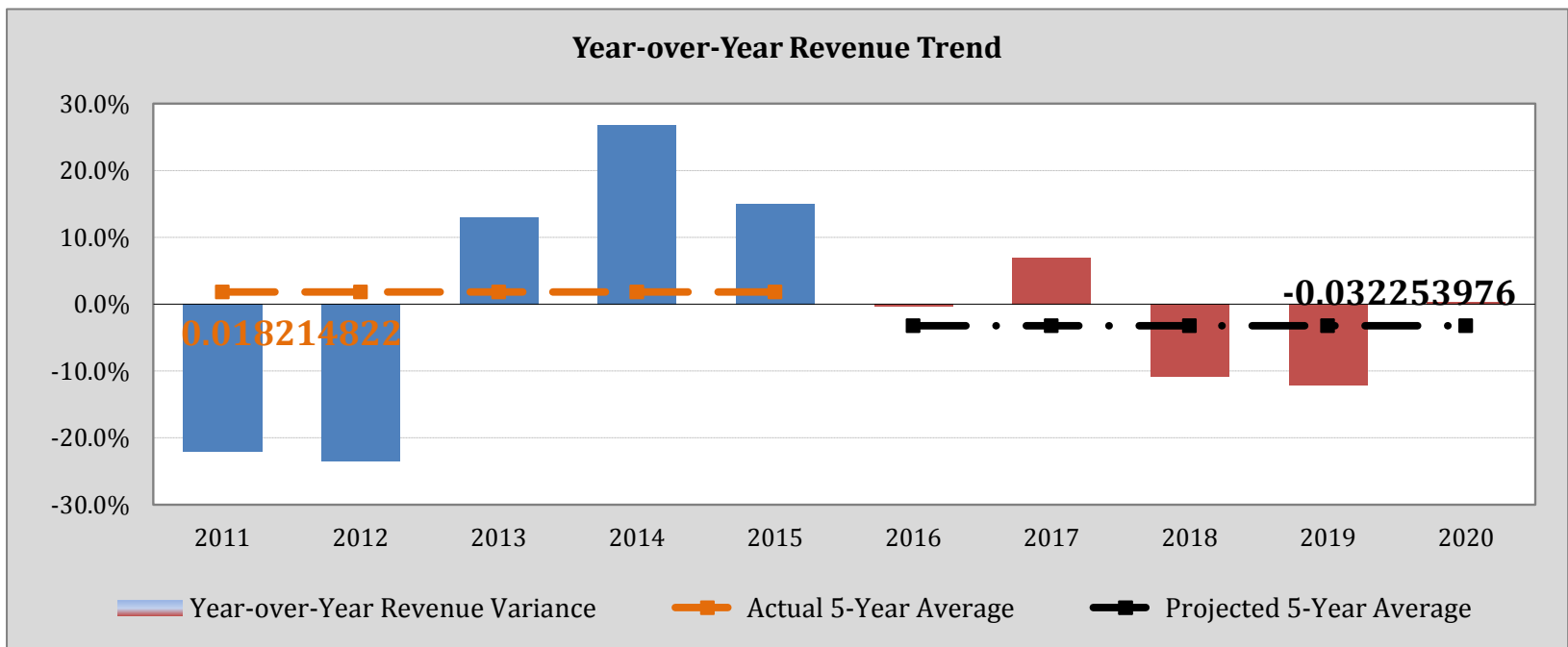
Notes & Assumptions:

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

The PUPP valuation increased for Calendar Year 2015 to \$11,345,210 (2.22% from calendar year 2014). PUPP valuations are assessed at the full voted tax rate and are not subject to HB920.

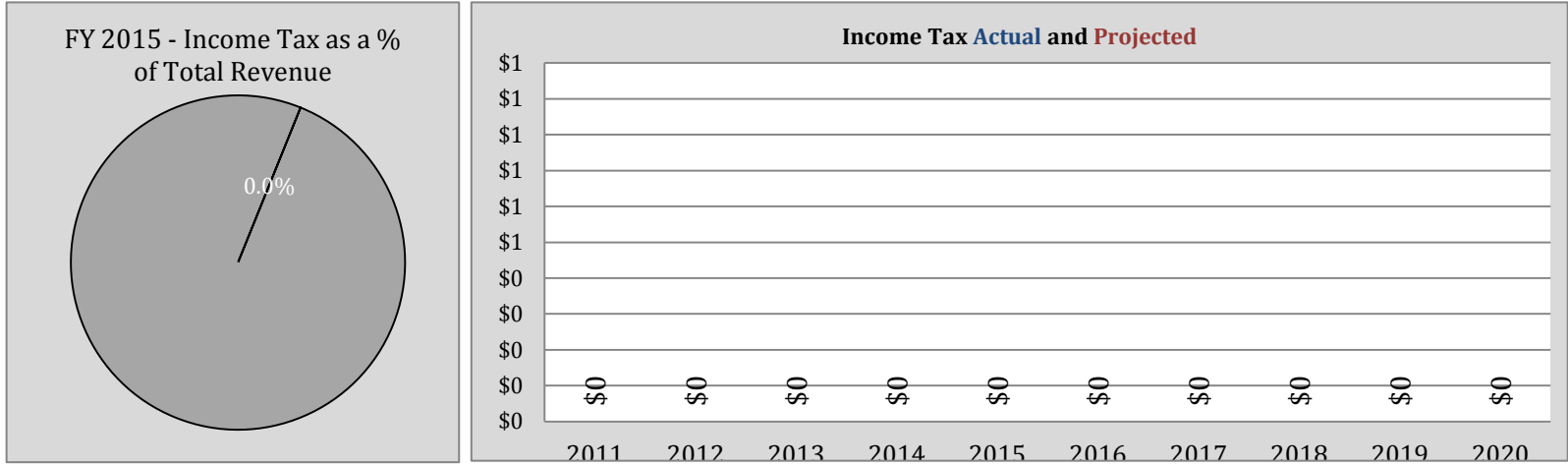
PUPP valuations and revenues are projected to be flat lined for forecasted years 2017 through 2020. This also is based on collection rates remaining constant.

The severity of the revenue reduction beginning in fiscal year 2018 is the result of the way property tax renewals are reported in this forecast. Since the District cannot assume the passage of renewal tax levies, the tax collections from this area must be reduced in the revenue portion of this forecast and are shown on line 11.020.

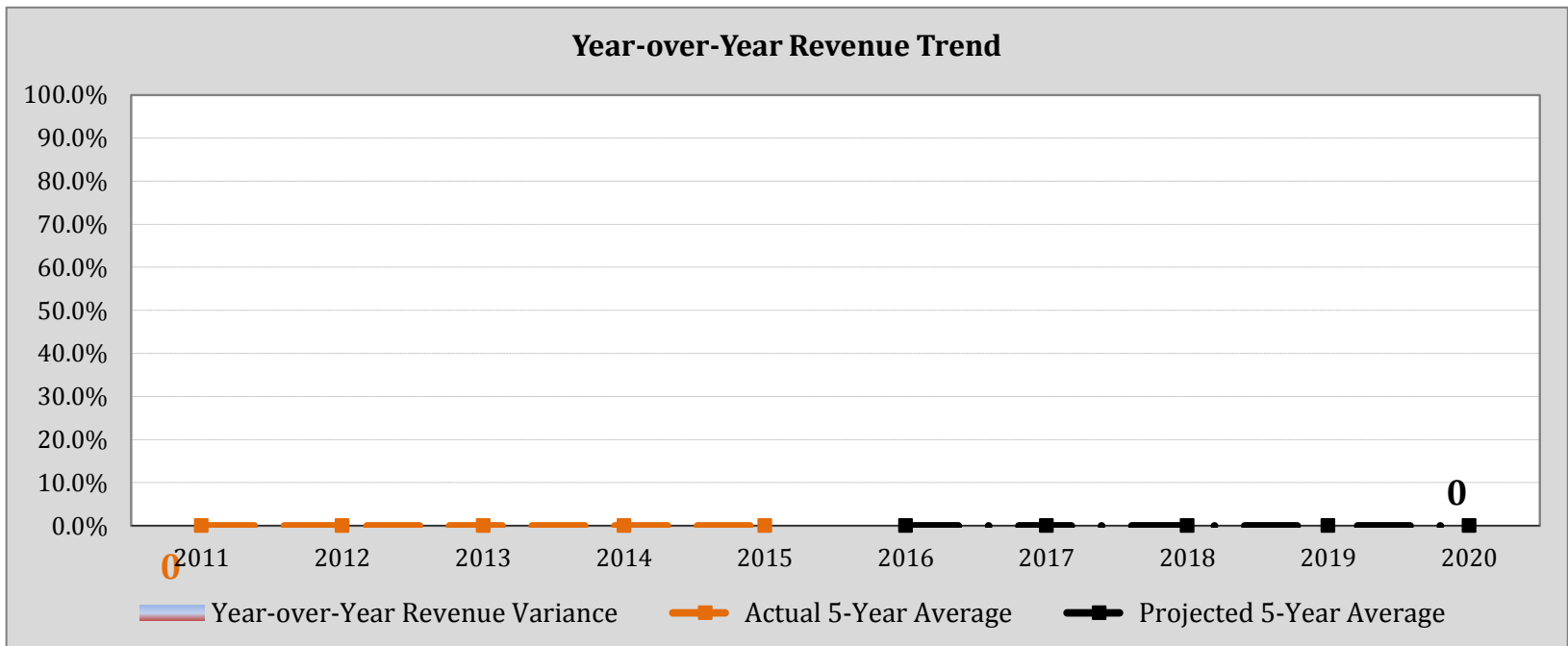


1.030 - Income Tax

Revenue collected from income tax earmarked specifically to support schools with a voter approved tax by residents of the school district; separate from federal, state and municipal income taxes.

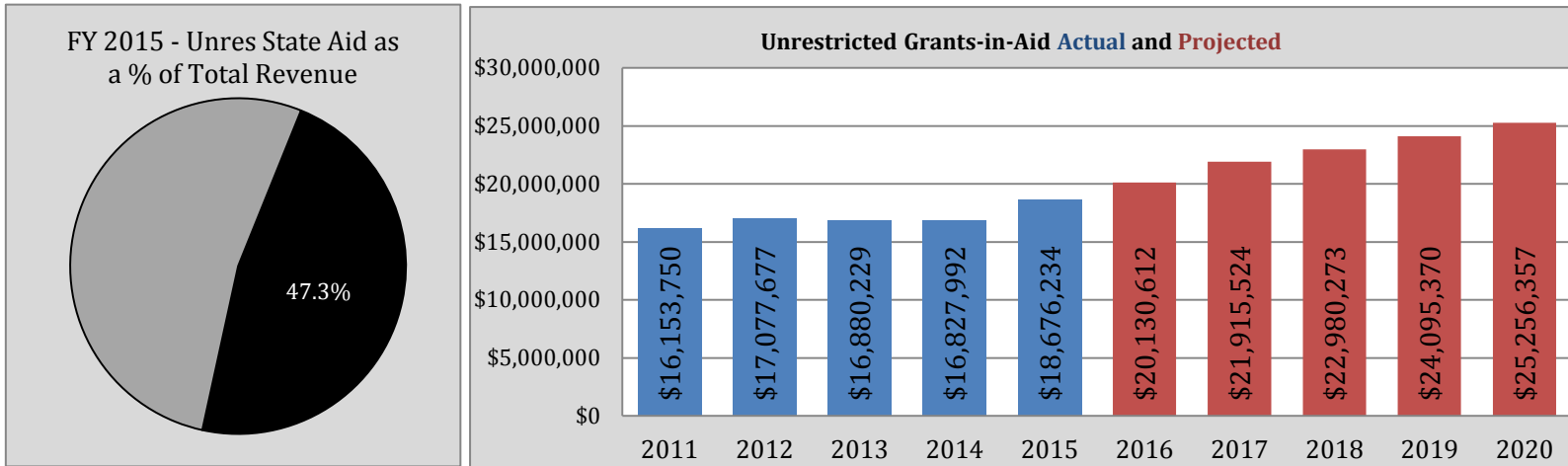


Notes & Assumptions:



1.035 - Unrestricted Grants-in-Aid

Funds received through the State Foundation Program with no restriction.



Notes & Assumptions:

State Foundation revenue amount shown for fiscal year 2016 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

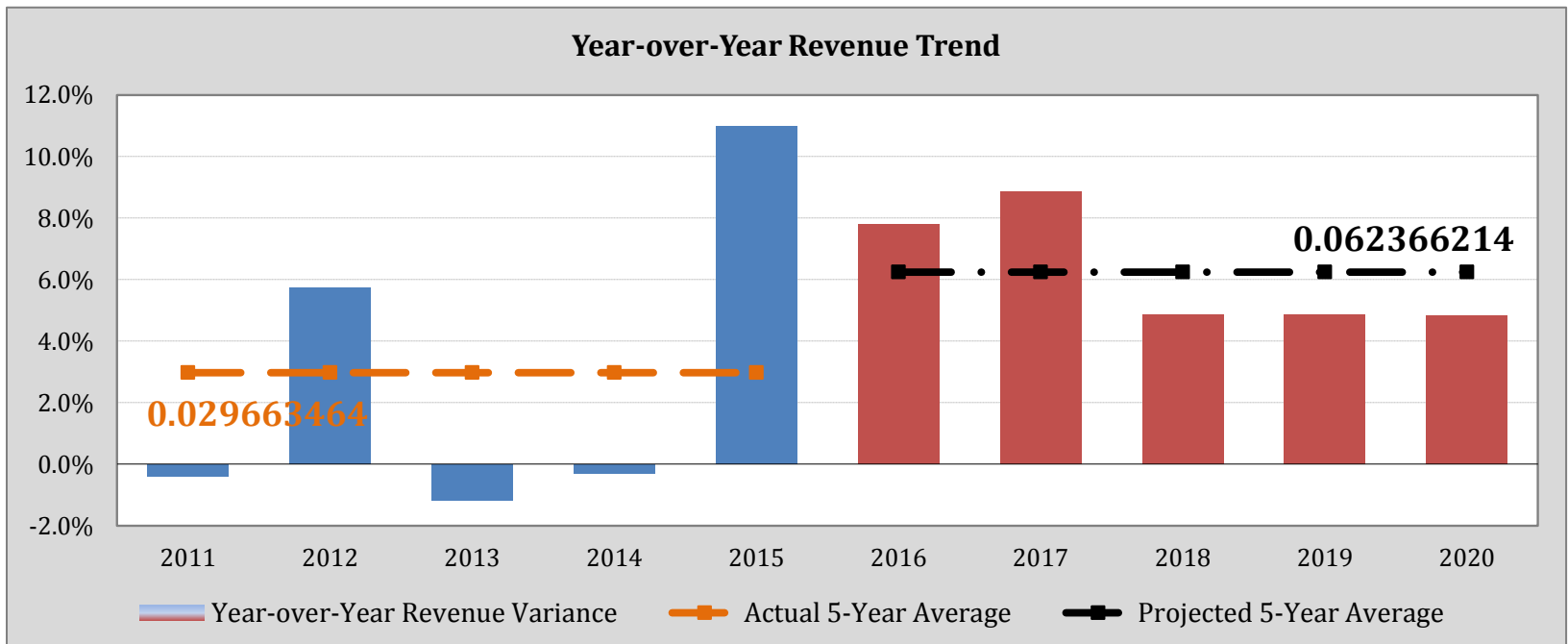
Under the State's biennial budget (16-17), the district would receive the maximum increase of 7.5% in state aid in each year. While the district's funding formula shows that the it should receive more funding from the state, Garfield Heights City Schools falls into the category as being a capped district.

Increased Per-Pupil Funding: The per-pupil Opportunity Grant funding will increase to \$5,900 in FY 2016 and \$6,000 in FY 2017.

For projected years 2018 through 2020, the district is assuming that the state will continue to fund urban district's in the same manner as in the current biennial budget but at a reduced 5% increase each fiscal year.

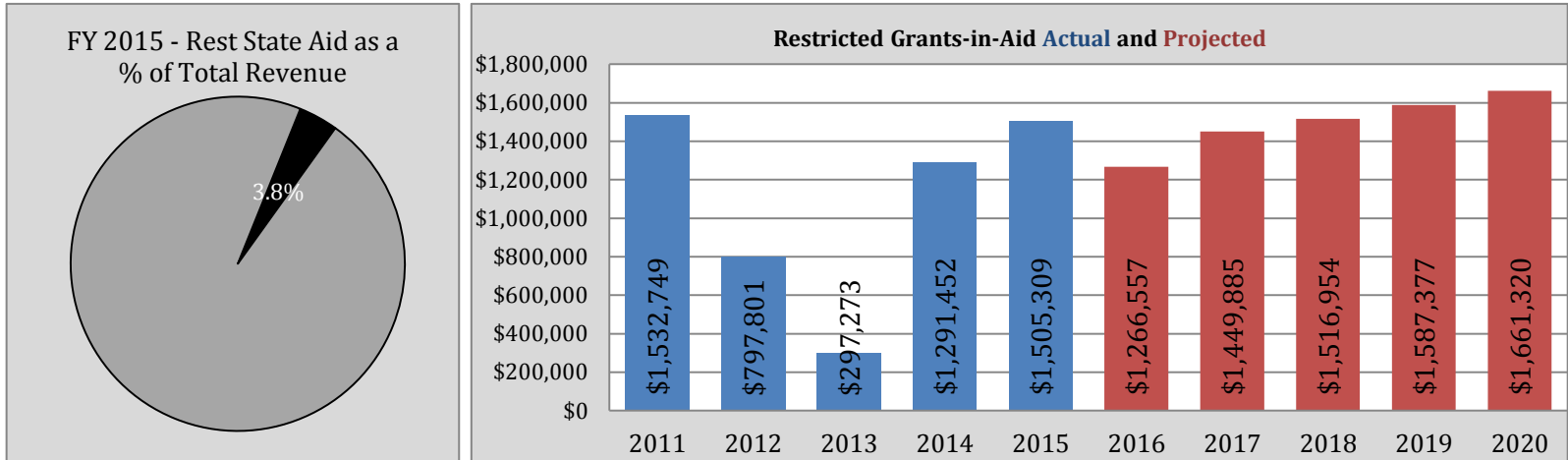
The district had a significant FY2015 SFPR adjustment which **reduced** our state aid by **\$239,735**. This is a one time final adjustment to last year's state aid that is impacting current state funding.

Casino Revenues are an 'Other Unrestricted State Grant-In-Aid. The projected rate moving forward will be \$50.50 per pupil amount as



1.040 & 1.045 - Restricted Grants-in-Aid

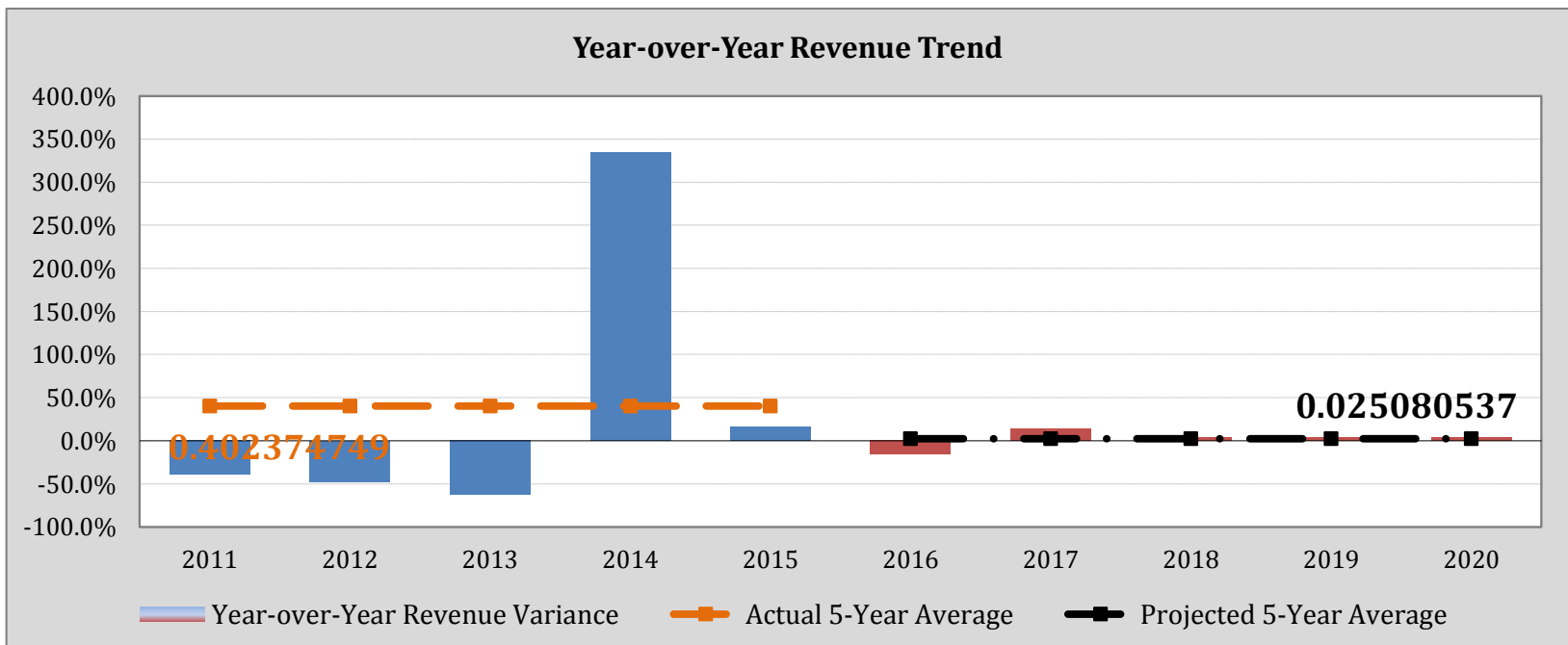
Funds received through the State Foundation Program or other allocations that are restricted for specific purposes.



Notes & Assumptions:

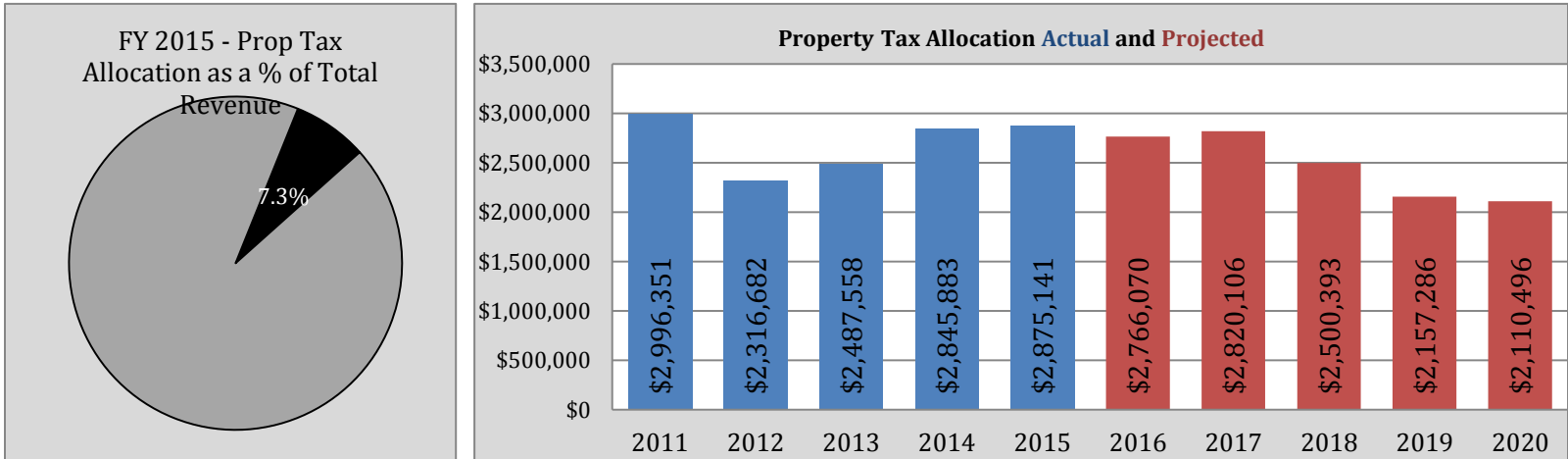
An additional component of the State’s Funding formula, the district receives Economic Disadvantage Aid. This formula amount is deemed restricted by the Ohio Department of Education and the formula amount is reflected here. For the forecasted amounts in Economic Disadvantage Aid, the district using the FY 2016-17 budget and the same assumptions as with the State Basic Aid.

The District was projected in 2016 to receive career/technical aid of \$18,000 and a catastrophic aid reimbursement of \$90,000. While the career/tech was received through our foundation settlements, the State has pushed back the catastrophic aid reimbursement until the next fiscal. This reimbursement is then projected to follow the same patten in the forecasted fiscal years and the amount is projected to remain flat over that period.



1.050 - Property Tax Allocation

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

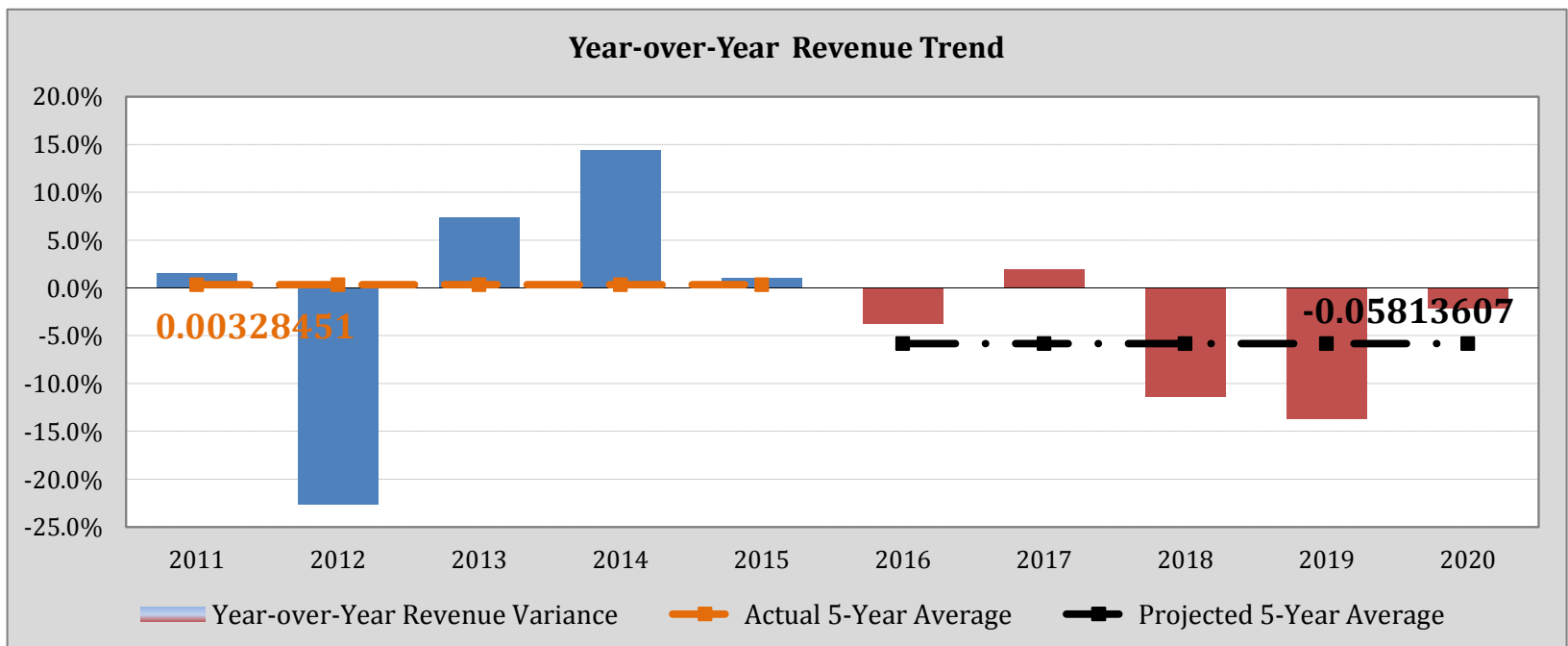


Notes & Assumptions:

With valuations and tax collections decreasing in 2016, this led to a decrease in Homestead/Rollback payments from what was previously projected. For the forecasted fiscal years, the projected amounts for Homestead and Rollback are based upon the relationship to actual tax collections (12.5% on residential) being projected for those years.

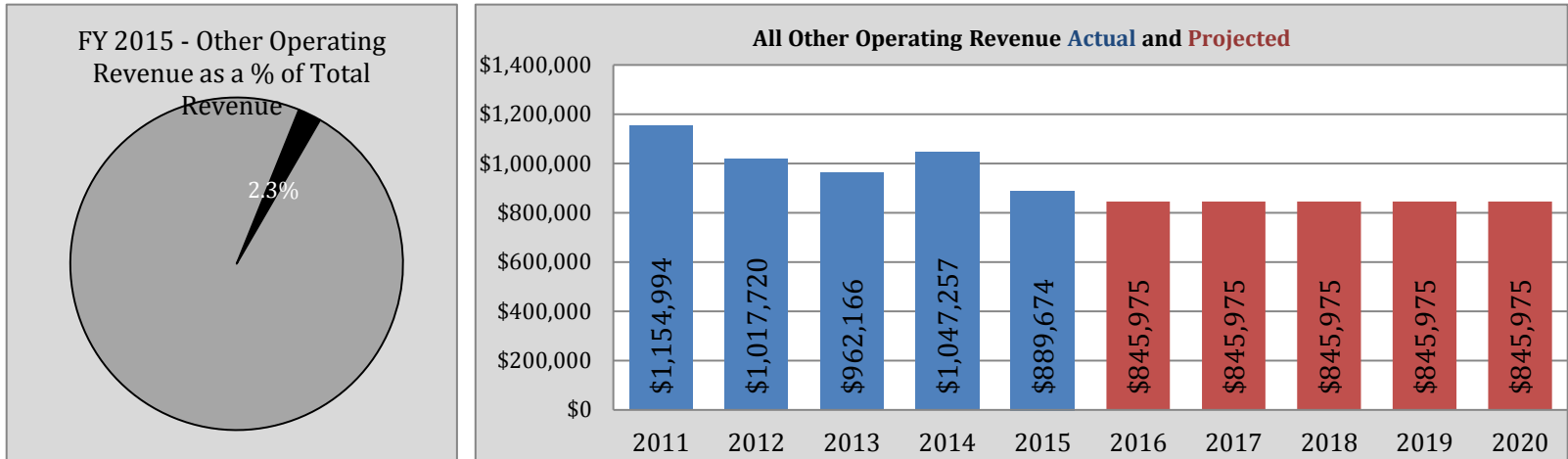
The State of Ohio was holding harmless school district's who lost revenues from Tangible Personal Property (TPP) tax elimination (House Bill 66). The forecasted amounts were determined using a formula and spreadsheet developed by the Ohio Department of Education and the Ohio Department of Taxation. However, 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 2016 through 2020.

The severity of the revenue reduction beginning in fiscal year 2018 is the result of the way property tax renewals are reported in this forecast. Since the District cannot assume the passage of renewal tax levies, the tax collections from this area must be reduced in the revenue portion of this forecast and are shown on line 11.020.



1.060 - All Other Operating Revenues

Operating revenue sources not included in other lines; examples include tuition, fees, earnings on investments, rentals, and donations.



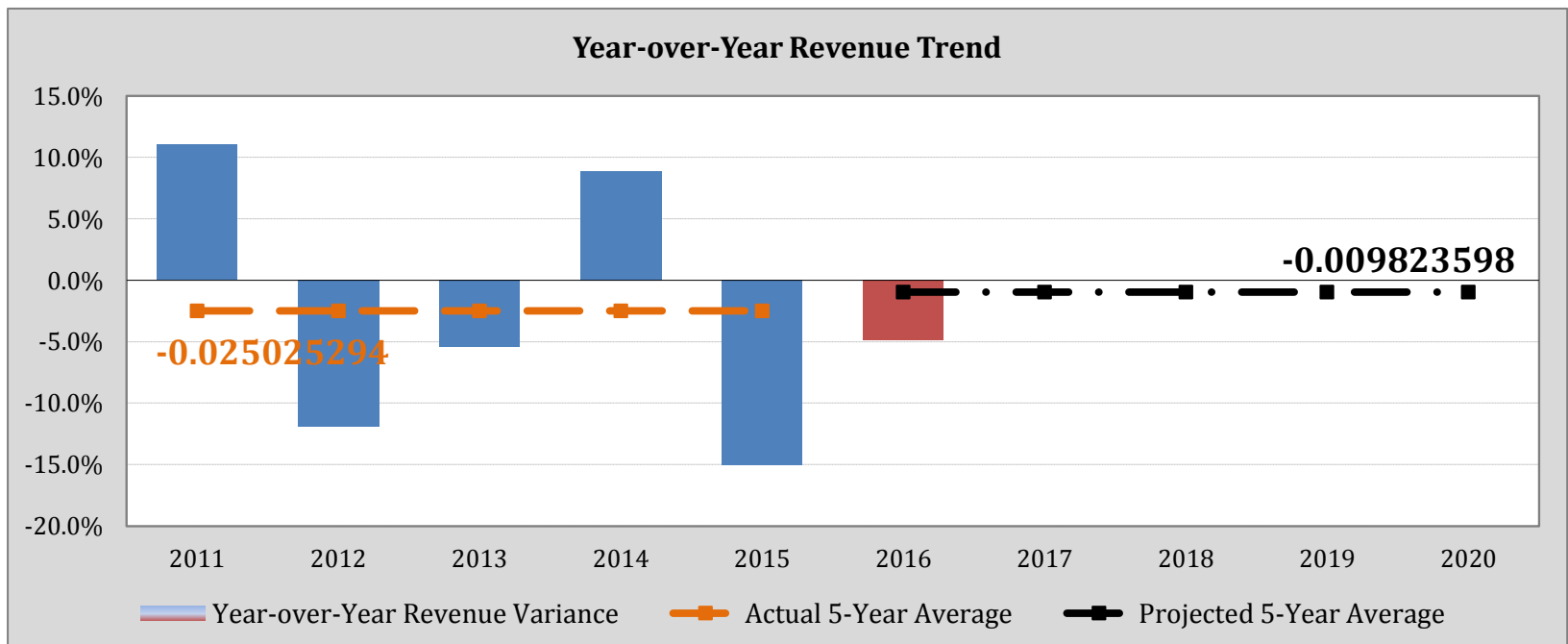
Notes & Assumptions:

Local revenues include the following: Tuition, Interest Income, and Pay-to-Participate Fees, Building Rentals, and Miscellaneous /Other. The significant revenues are tuition, medicaid reimbursement, and CityView TIF.

Tuition revenues in 2015 amounted to \$526,598 and were 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, these revenues are projected to decrease slightly in 2016 and then remain flat-lined.

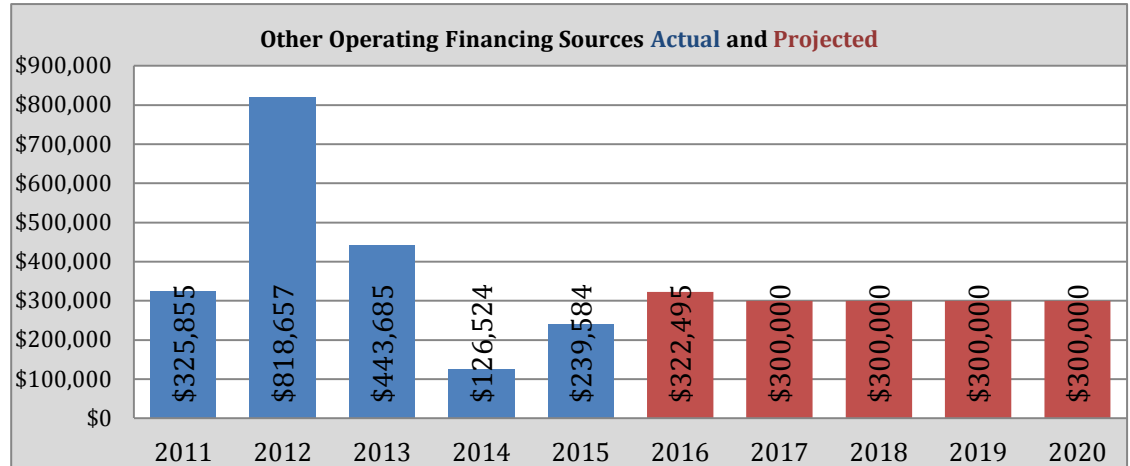
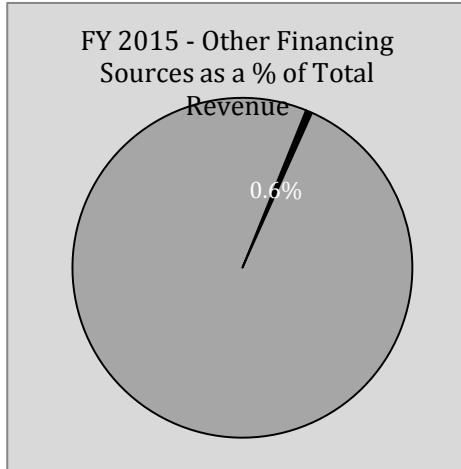
Medicaid Reimbursements amounted to \$101,732. This revenue is not projected to significantly change over the forecasted fiscal years.

In fiscal year 2015, the district received \$121,590 as their share from the CityView Tax Increment Finance (TIF) agreement. A significant reduction from 2014. The forecast shows this revenue remaining flatline in the forecasted years. However, CityView is in receivership and current indicators point to further potential reductions.



2.070 - Total Other Financing Sources

Includes proceeds from sale of notes, state emergency loans and advancements, operating transfers-in, and all other financing sources like sale and loss of assets, and refund of prior year expenditures.

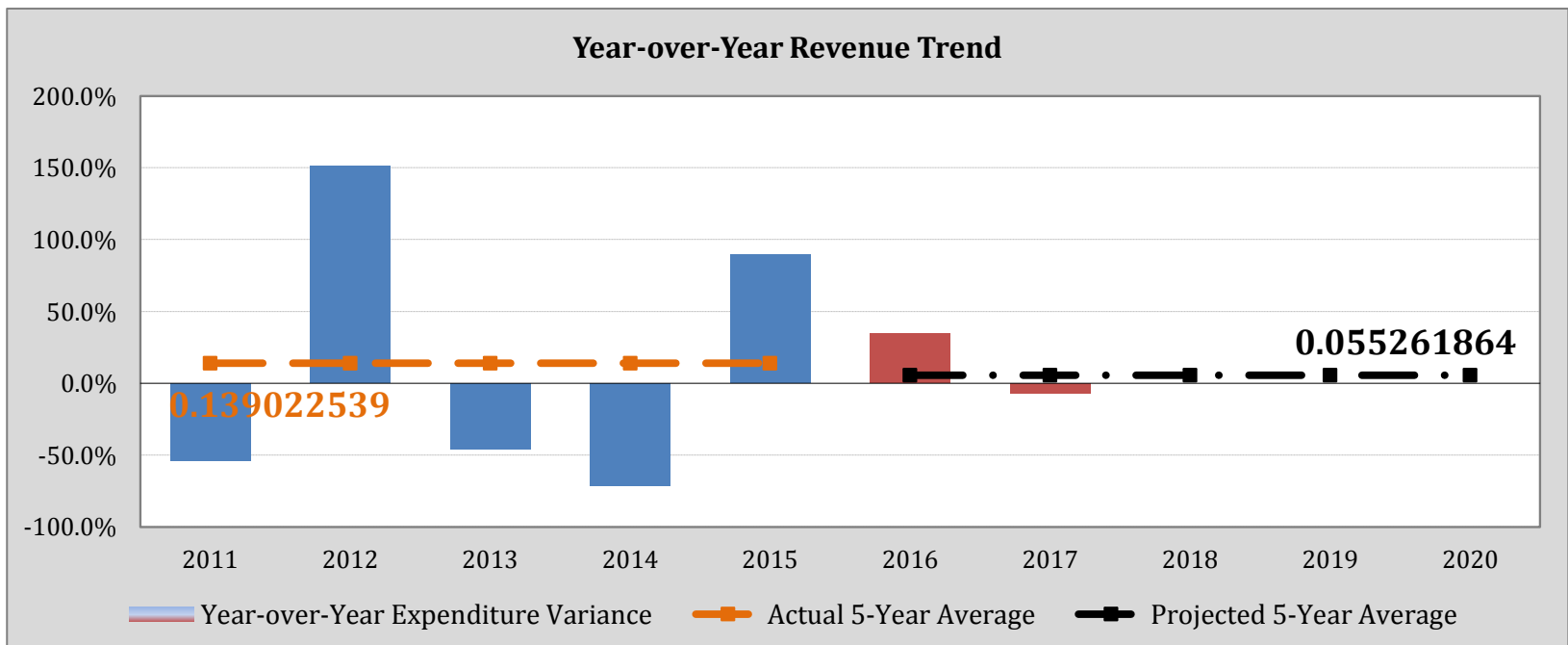


Notes & Assumptions:

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.

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



Expenditures Overview

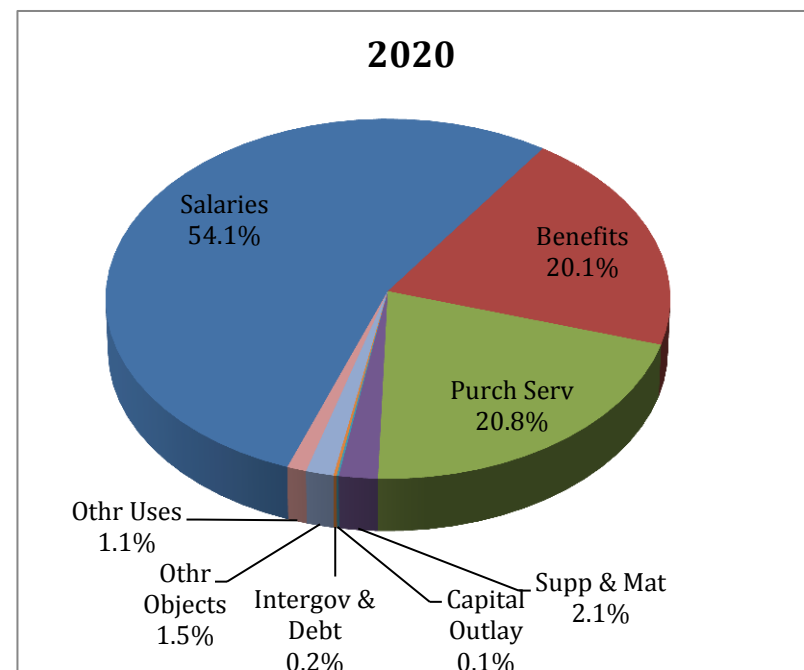
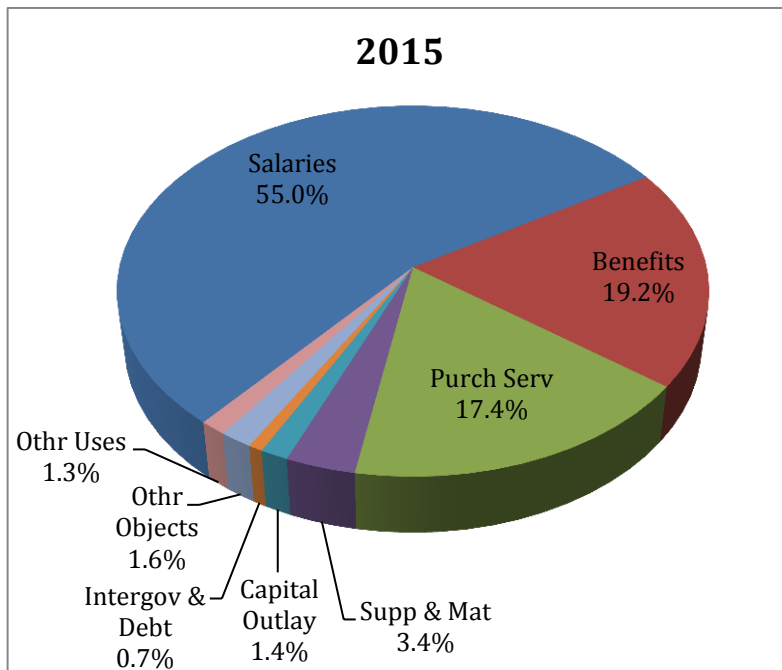
	Prev. 5-Year Avg. Annual Change	PROJECTED					5-Year Avg. Annual Change
		Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020	
Revenue:							
3.010 - Salaries	1.50%	2.72%	3.34%	2.34%	2.34%	2.34%	2.62%
3.020 - Benefits	1.62%	4.95%	4.53%	3.78%	2.91%	3.64%	3.96%
3.030 - Purchased Services	6.41%	9.31%	4.48%	6.43%	6.48%	6.53%	6.65%
3.040 - Supplies & Materials	20.01%	-41.96%	18.98%	1.68%	1.69%	1.69%	-3.58%
3.050 - Capital Outlay	75.37%	-28.73%	-85.88%	0.00%	0.00%	0.00%	-22.92%
3.060 - Intergov	n/a	n/a	n/a	n/a	n/a	n/a	n/a
4.010 - 4.060 - Debt	-12.29%	29.12%	0.00%	-77.45%	0.00%	0.00%	-9.67%
4.300 - Other Objects	4.30%	5.84%	-3.34%	4.53%	-0.72%	4.44%	2.15%
4.500 - Total Expenditures	2.64%	2.59%	3.10%	2.73%	3.20%	3.47%	3.02%
5.040 - Total Other Financing	14.12%	-3.66%	0.00%	0.00%	0.00%	0.00%	-0.73%
5.050 - Total Expenditures and	2.65%	2.51%	3.06%	2.70%	3.17%	3.43%	2.97%

Notes & Assumptions:

The expenditure projections are based upon several key assumptions:

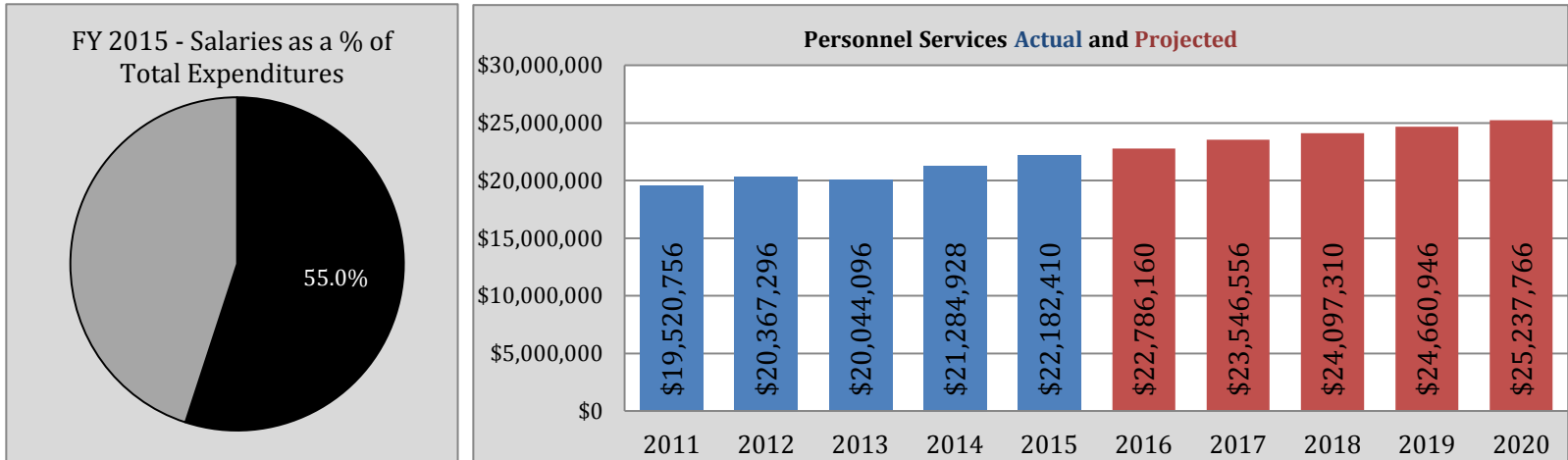
1. Wage freezes, including a step freeze, that have been accepted by all employees in the prior years will not be made up in future negotiated agreements.
2. The change in student enrollment, as predicted by enrollment projections, will not require significant additional staffing over the life of the projections other than what is included in the current projections.
3. The general economy will remain stable, and that inflation will be no greater than two to three percent in each of the projected years.
4. 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.

Total expenditures including 'Other Financing Uses' are expected have an average annual increase of 2.97% over the forecasted five years as compared to an actual average annual expenditure increase of 2.65% over the previous 5 years.



3.010 - Personnel Services

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



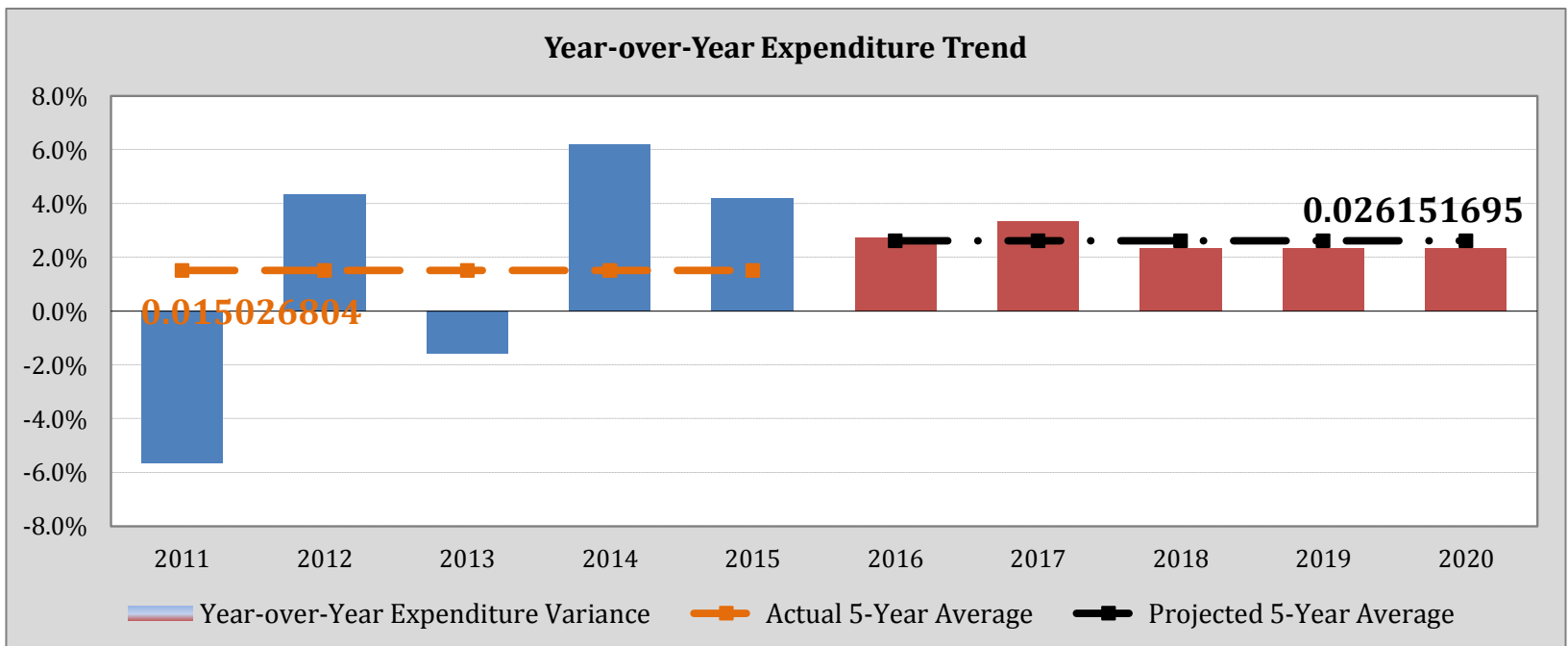
Notes & Assumptions:

The forecast reflects the three year negotiated agreements with both unions with both expiring in 2017. For forecasted years 2018 through 2020 forecasted amounts assume step increases only.

Wage amounts projected for administration are based on individual contract agreements. For forecasted years 2016 through 2020, amounts include the equivalent of a step increase. Wage amounts projected for the exempt and qualified staff are based on established salary schedules, experience level, and level of responsibility. For forecasted years 2016 through 2020, amounts shown reflect salary schedule step movements for those eligible employees.

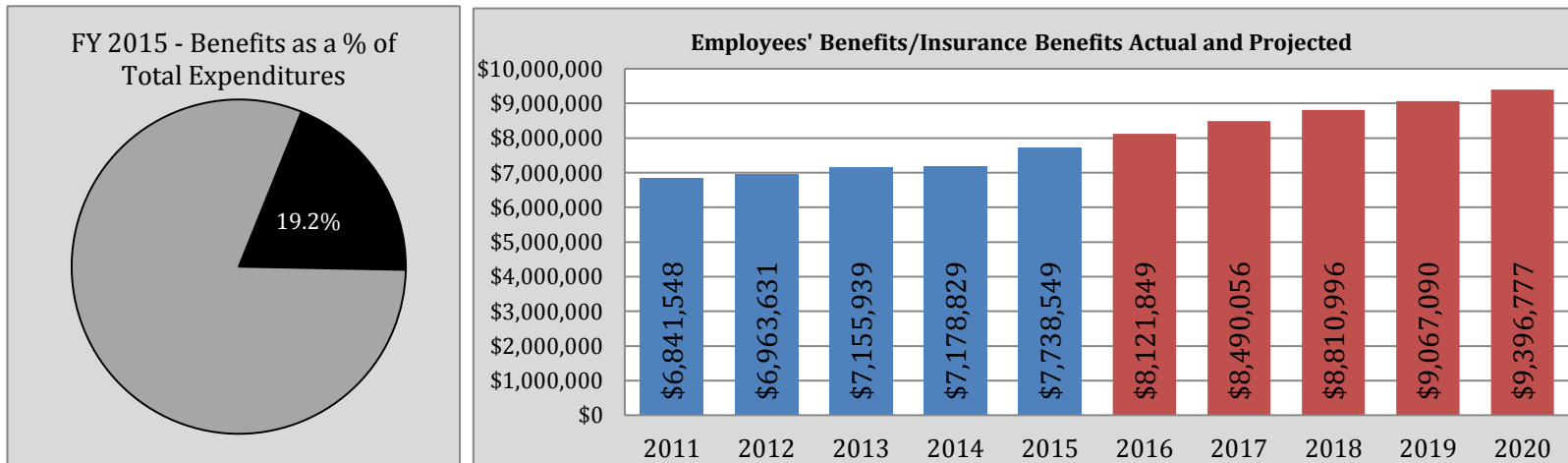
Supplemental contracted amounts follow the Garfield Heights Teachers' Association negotiated agreement base salary amount. Severance payments and early retirement incentive program costs, for those employees having retired, are projected to decrease slightly over the forecasted years based on past history. Overtime, extra time, incentives and extended times wage amounts are projected to remain constant in forecasted years 2016 through 2020. This amount is based on past history.

For forecasted Fiscal Years 2017 through 2020, the amount includes projected changes and effects to the curriculum administrator position.



3.020 - Employees' Benefits

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



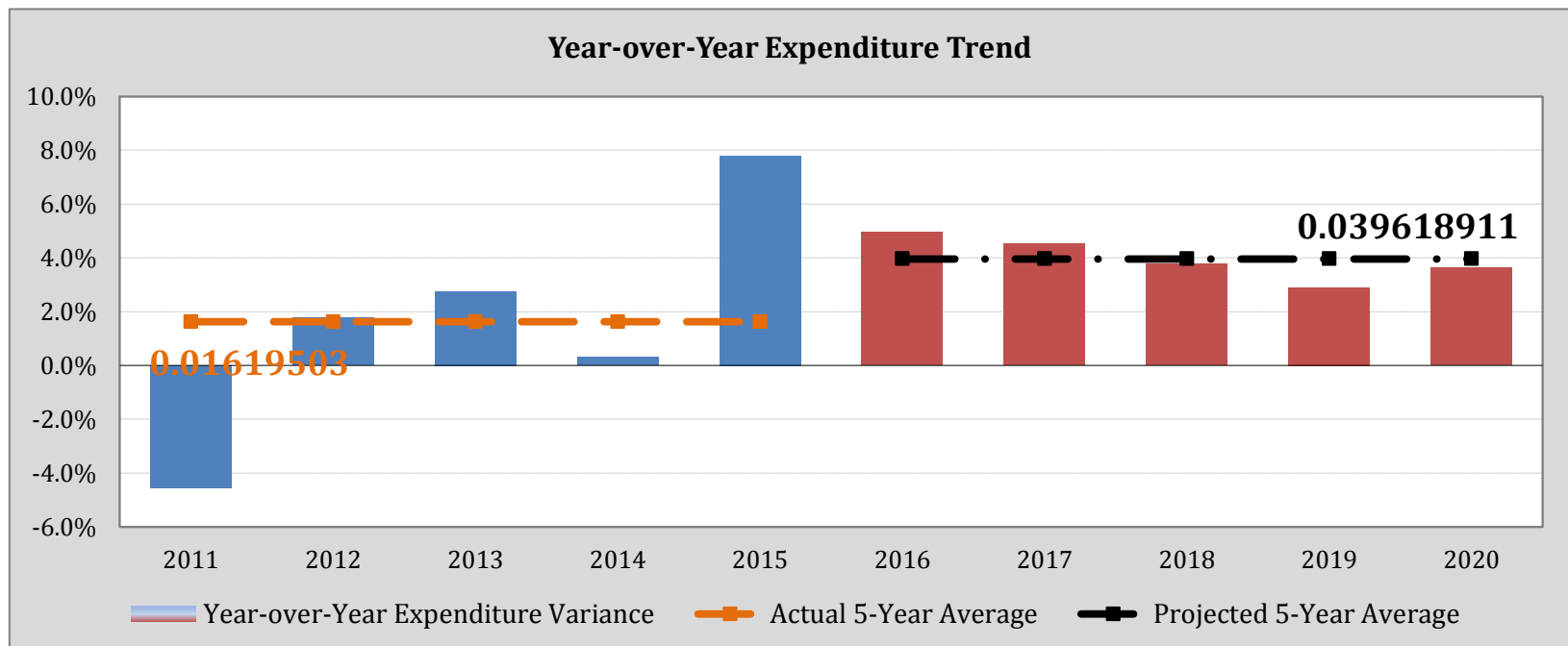
Notes & Assumptions:

The district is required to contribute 14% of an employee's salary to either of the Retirement Systems and 1.45% to Medicare. As personal service (salaries, wages) costs increase from staff levels, step movements, and 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.

Insurance benefits makes up 50% of the employee benefits which provides Medical, Drug, Dental, Vision and Life insurance coverage to full time employees. Insurance benefit rate projections include not only forecasted increases but any negotiated employee contribution amounts. The aggregated insurance rate increase for fiscal year 2016 is 5.07% and projected 5% annually for forecasted years 2017 through 2020. All employees who elect insurance coverage contribute towards the insurance coverage premium. This contribution amount is based on current negotiated agreements and not projected to change in forecasted years 2018 through 2020.

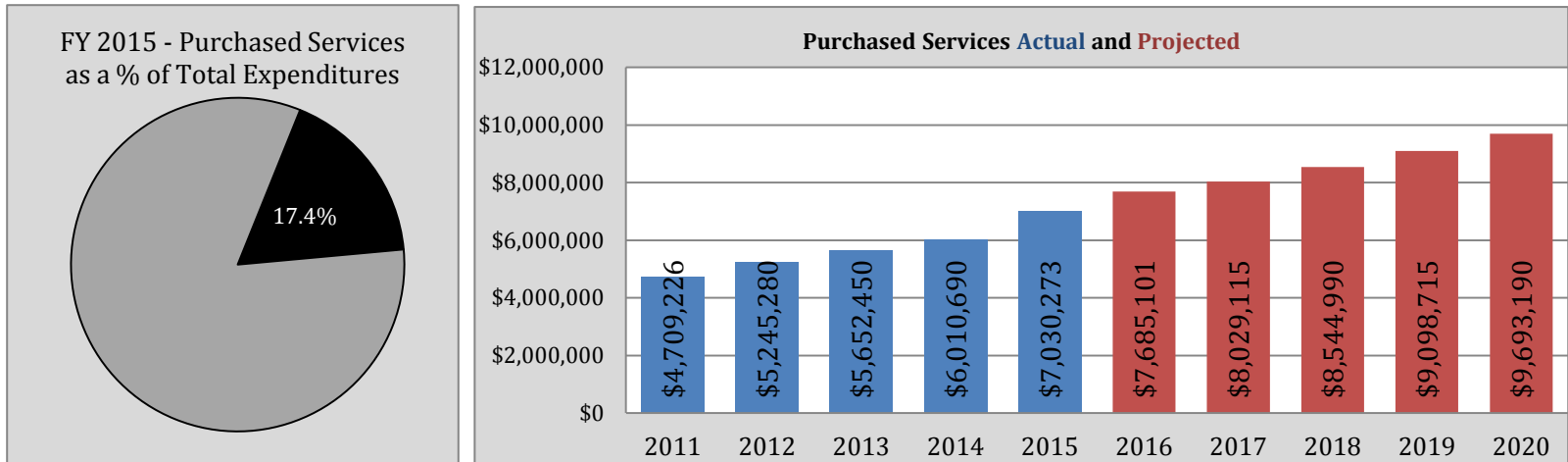
The workers' compensation rate is projected to remain constant and follow projected personal service wage amounts where applicable.

For forecasted Fiscal Years 2017 through 2020, the amount includes projected changes and effects to the curriculum administrator position.



3.030 - Purchased Services

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



Notes & Assumptions:

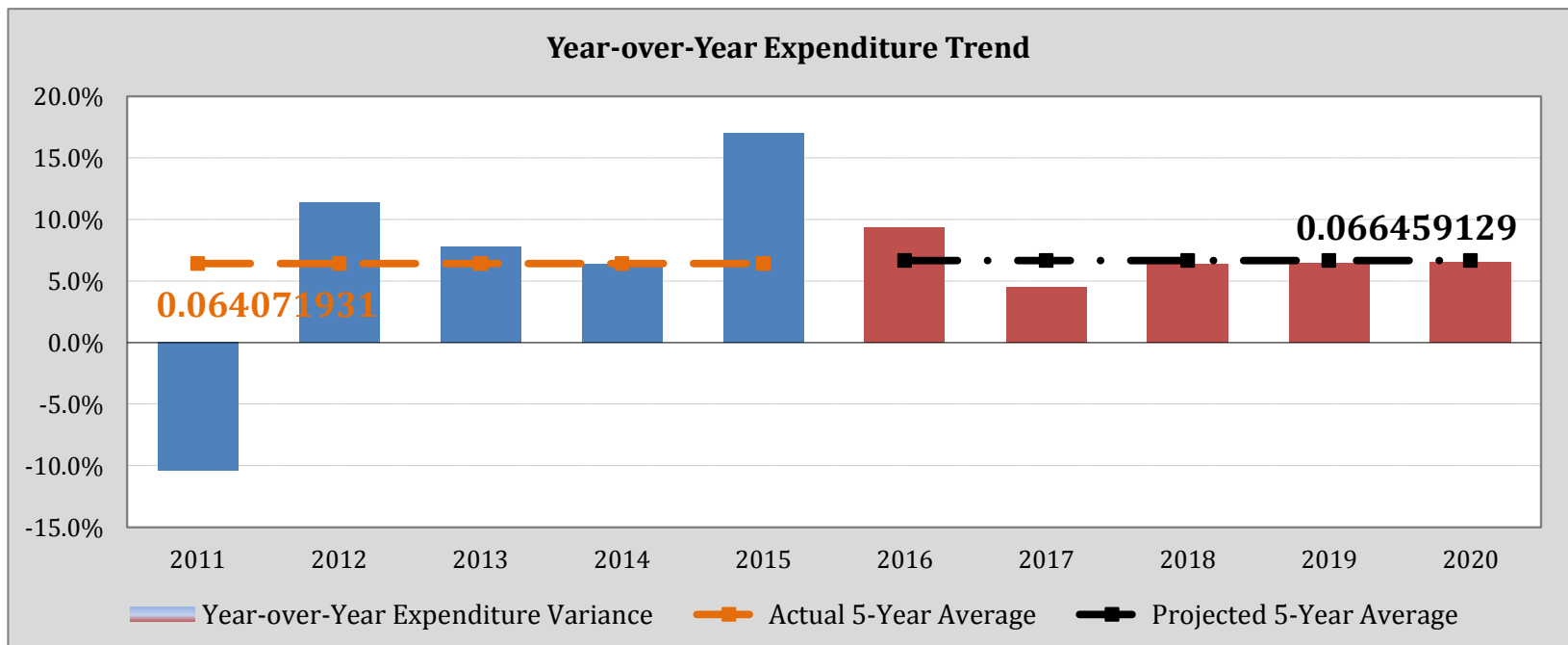
This category includes contractual services, community school and special education tuition, health/OT/PT services, legal services, rentals and leases, travel and mileage, utilities, and building/equipment repairs.

Out of district tuition costs increased significantly in 2015 to \$4,166,474 (25%). These costs are projected to increase an additional \$300,000 in 2016 above what was forecasted based on current expenditure trends and then 8% annually in the forecasted fiscal years.

Utility costs increased 9.4% to \$1,278,983 in 2015. These cost are projected to increase an additional 5% in 2016 and 5% annually in the forecasted fiscal years.

Contractual services (substitutates, legal, health, psychologist, OT, PT, legal, professional, copier) increased 3.9% to \$1,526,019. These cost are projected to increase 4% annually in the forecasted fiscal years.

All other purchase services (travel/meeting expenses, advertising , printing, transportation) assume an annual 2% inflationary increase in each of the forecasted fiscal years.



3.040 - Supplies & Materials

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



Notes & Assumptions:

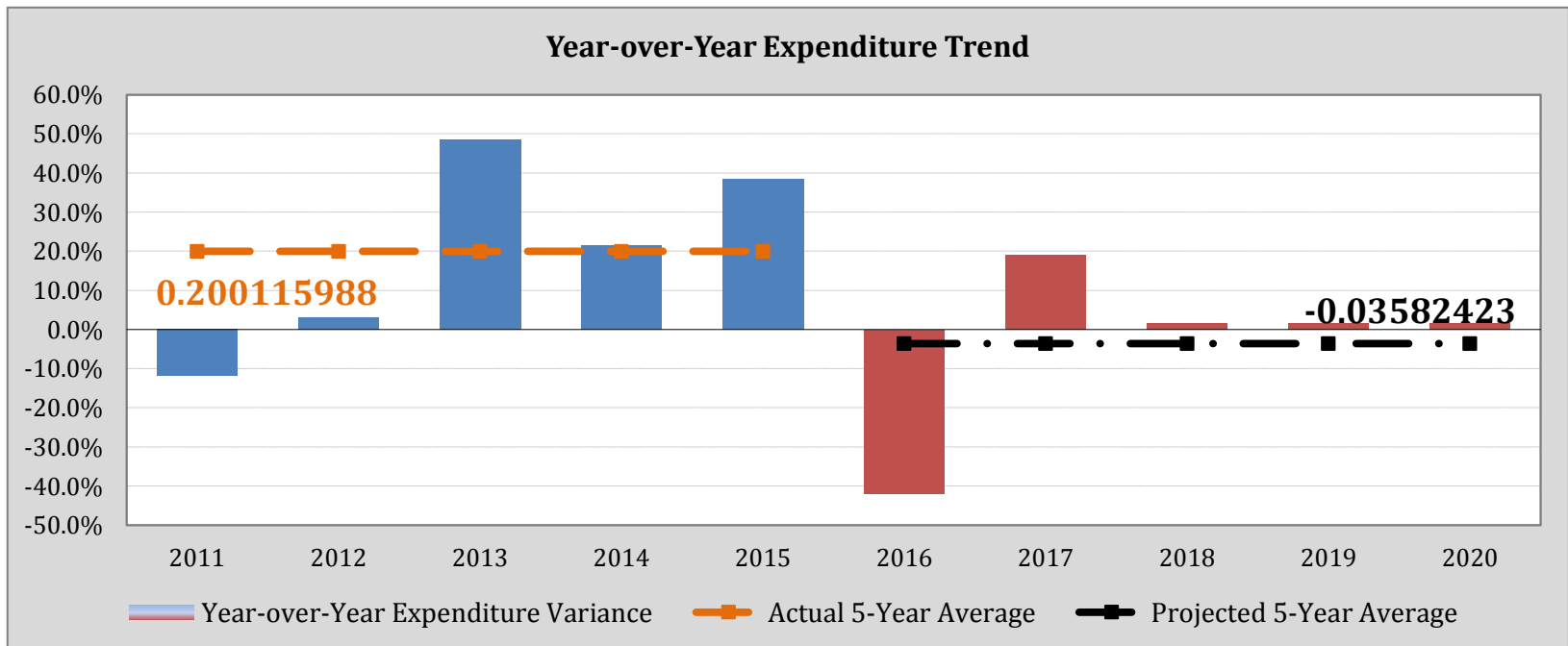
This category includes general supplies, textbooks, library books/periodicals, maintenance/custodial supplies, and transportation supplies.

Over the past few years, the district has made significant textbook purchase spending \$251,544 in 2014 and 518,452. While this amount was originally projected to increase to \$605,500 (16.8%) in FY16, it was reduced by \$600,000 based on the delay of one year these textbook purchases. However, textbook purchases is projected to return in 2017 and remain constant in the forecasted fiscal years.

General supply costs increased 30.9% (\$427,180) in 2015. That amount is projected to decrease slightly (7.8%) in 2016 based on current estimated needs and then an inflationary 2% annual increase in the forecasted fiscal years.

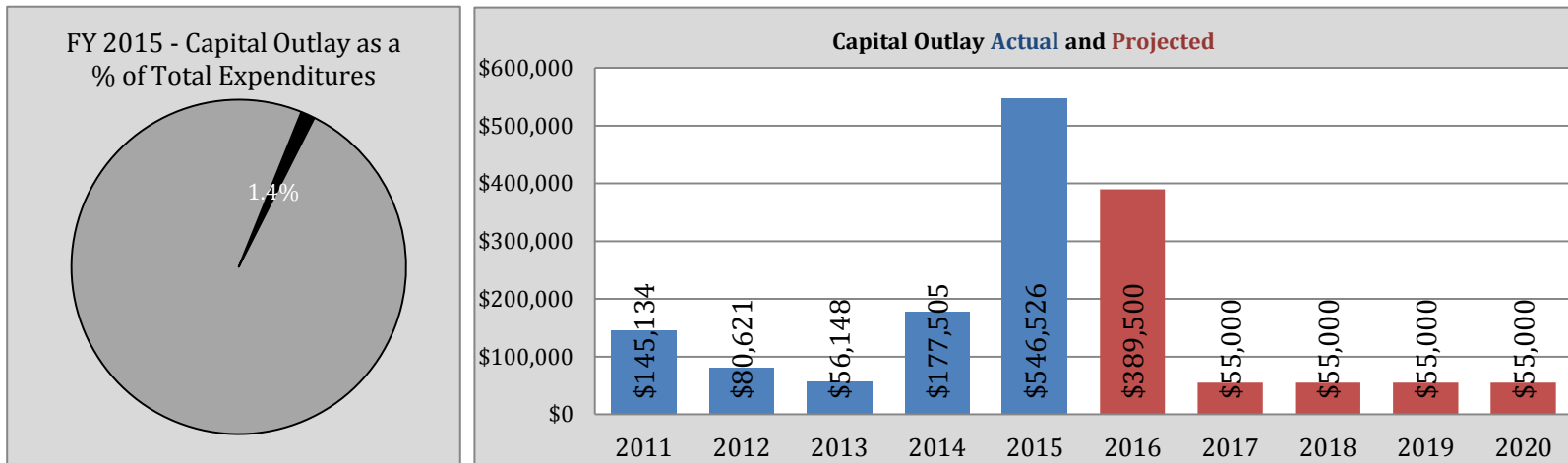
Maintenance/custodia supply costs increased 41.1% (\$193,245) in 2015. That amount is projected to decrease (19%) in 2016 based on current estimated needs and then an inflationary 2% annual increase in the forecasted fiscal years.

Transportation supply costs increased 11.5% (\$159,009) in 2015. That amount is projected to increase (13.5%) in 2016 based on current estimated needs and then an inflationary 2% annual increase in the forecasted fiscal years.



3.050 - Capital Outlay

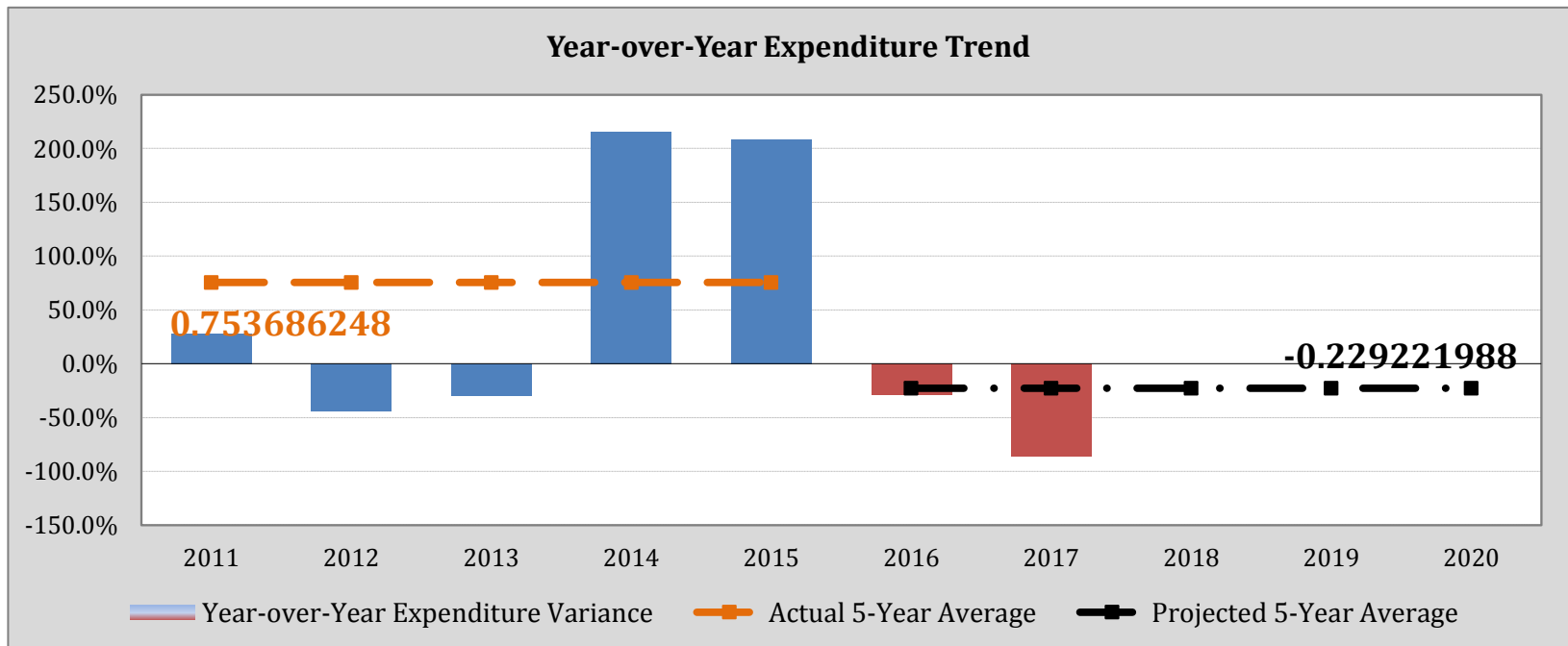
This line includes expenditures for items having at least a five-year life expectancy, such as land, buildings, improvements of grounds, equipment, computers/technology, furnishings, and buses.



Notes & Assumptions:

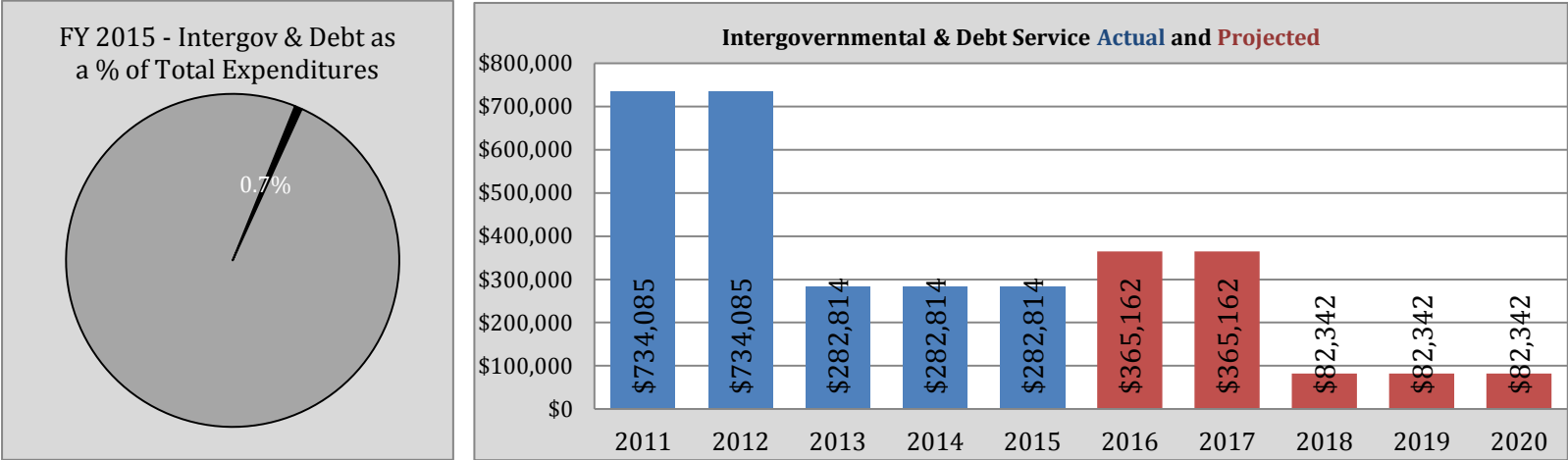
Capital outlay includes the purchase of new instructional equipment, special education equipment, buildings and building improvements, and vehicles/busses.

Capital Outlay saw a significant increase (207%) in 2015 due to the purchase of a medical building, new box truck, and computers state testing. We are projecting reductions to this amount in fiscal years 2016 and 2017 as short term technology equipment and vehicle needs will have been met and then remain flatlined in the remaining forecasted fiscal years.



3.060-4.060 - Intergovernmental & Debt

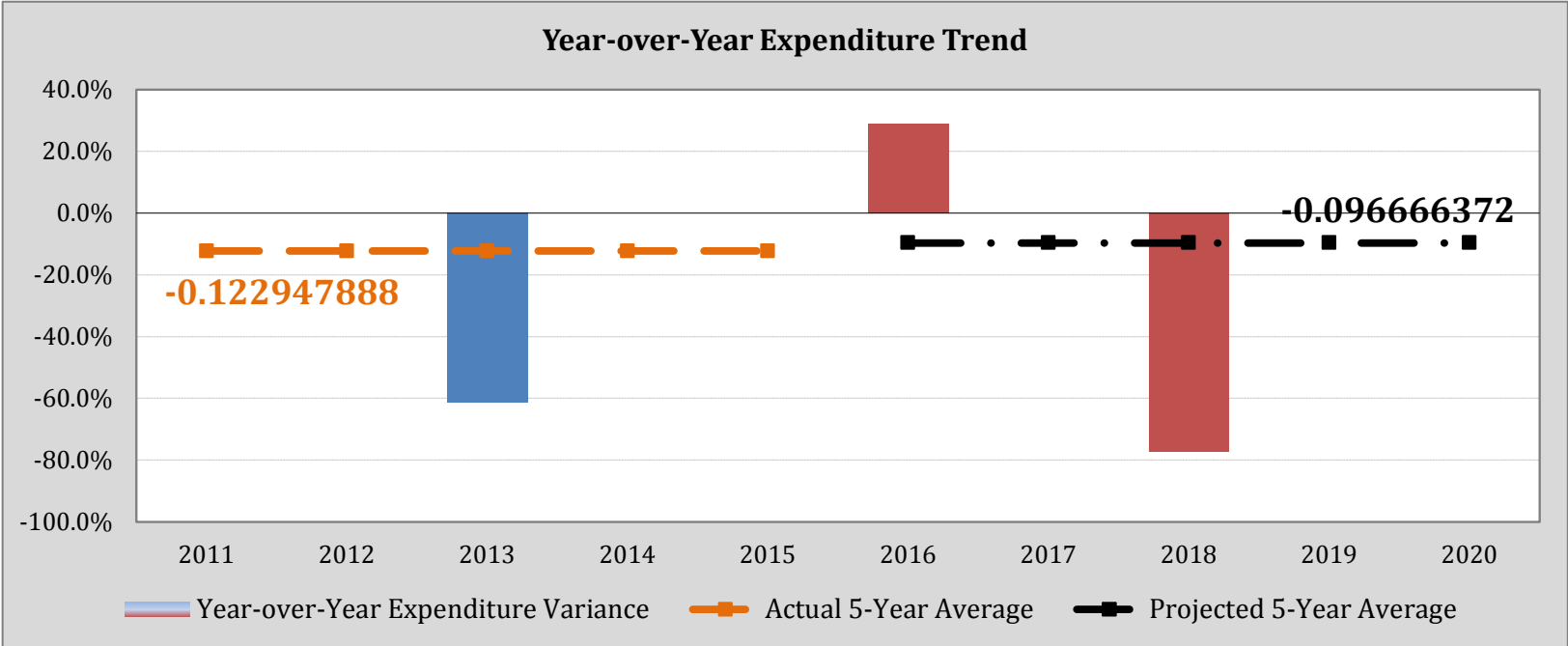
These lines account for pass through payments, as well as monies received by a district on behalf of another governmental entity, plus principal and interest payments for general fund borrowing.



Notes & Assumptions:

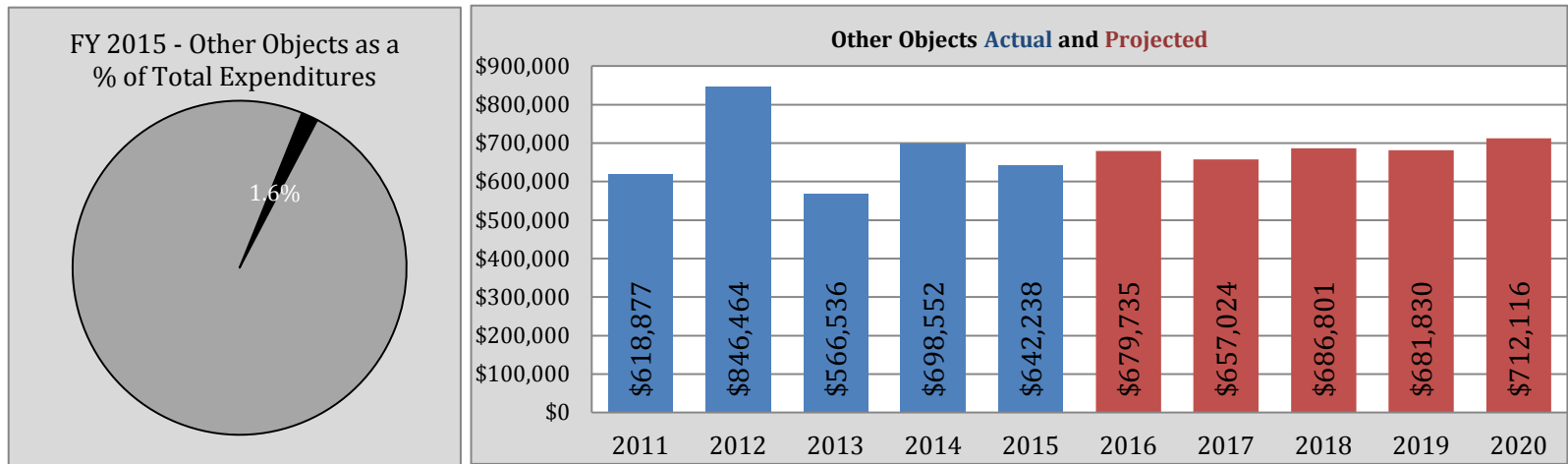
The district has three debt service obligations from the General Fund. These obligations are the repayment of two Qualified Zone Academy Bonds and a Lease Purchase of equipment. Repayment amortization schedules have been established for each of the two QZAB debt issuances of which the amounts are reflected 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.



4.300 - Other Objects

Primary components for this expenditure line are membership dues and fees, ESC contract deductions, County Auditor/Treasurer fees, audit expenses, and election expenses.



Notes & Assumptions:

This category includes Organization Dues/Fees, Audit Costs, County ESC fees, County Fiscal Office Property Tax Collection fees, Bank Charges, Board of Elections Fees, and Insurance premiums. for fleet and general liability insurance both of which increased for fiscal year 2015 (actual costs are known).

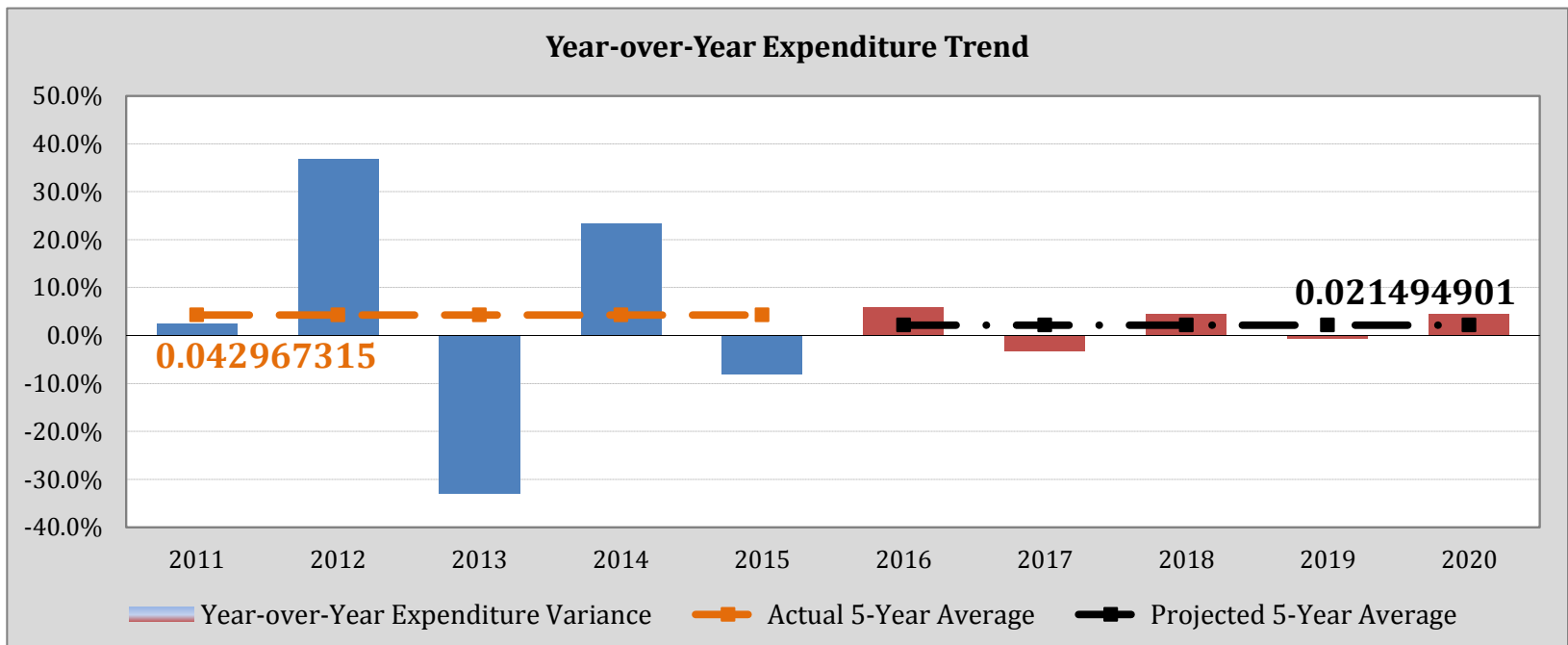
The most significant of this category are the County Fiscal Office Property Tax Collection fees. These fees decrease 9.4% in 2015 to \$432,690. Projecting a .5% increase in 2016 and then an inflationary 2% annual increase in forecasted fiscal years.

Election expenses came in higher than projected for FY16 and the amount forecasted needed to be increased. Election expense is projected to decrease significantly in forecast year FY17.

Insurance costs decreased 7.5% in 2015, For 2016, current insurance costs increased 2.4% to \$58,819. Projecting an inflationary 2% annual increase in forecasted fiscal years.

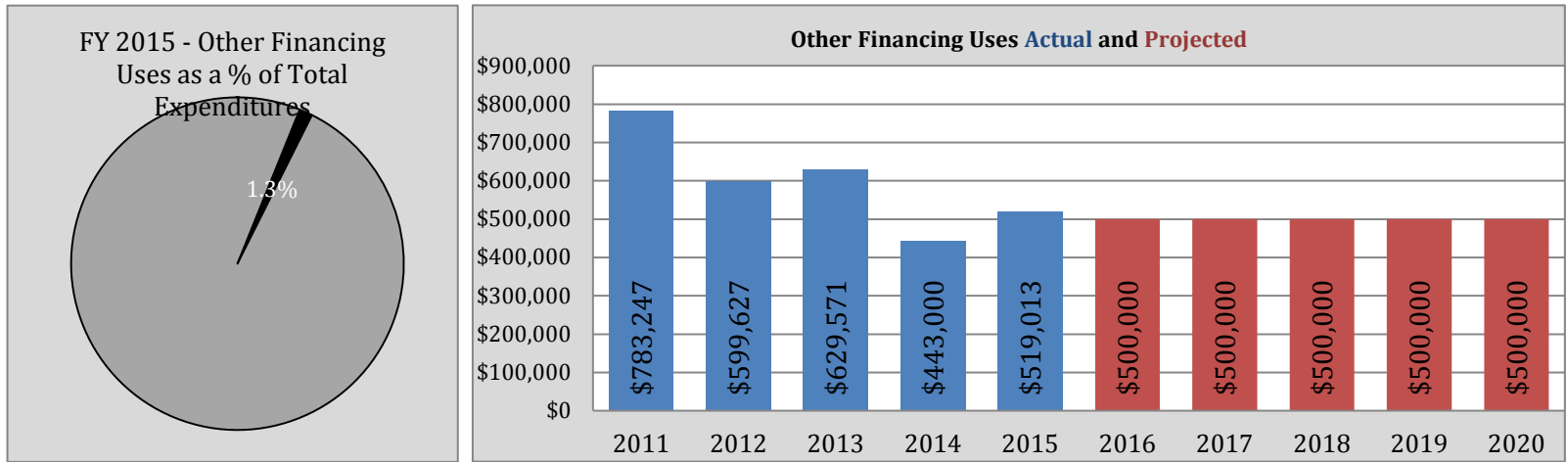
Audit costs and bank fees increased 3.8% in 2015. These fee are projected to decrease slightly (1.8%) and then assume an inflationary 2% annual increase in the forecasted fiscal years.

Other fee expenditures shown here are projected to remain flatlined over the forecasted fiscal years based on 2015 actual costs.



5.040 - Total Other Financing Uses

Operating transfers-out, advances out to other funds, and all other general fund financing uses.

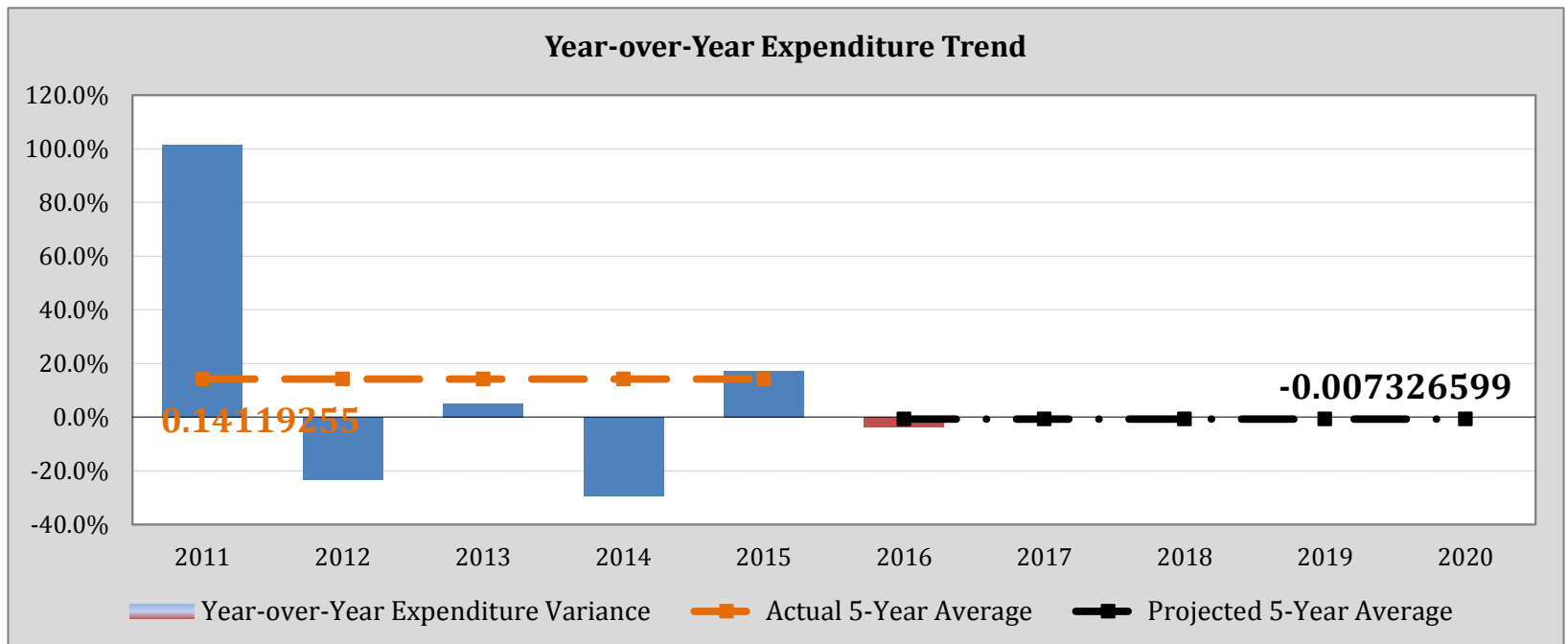


Notes & Assumptions:

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

Transfers Out is projected to remain 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.



Forecast Compare

Comparison of Previous Forecast Amounts to Current Forecasted Numbers
F.Y. 2016

		Column A	Column B	Column C	Column D
		Previous	Current	Dollar Difference Between Previous and Current	Percent Difference Between Previous and Current
		Forecast Amounts For F.Y. 2016 Prepared on: 10/28/2015	Forecast Amounts For F.Y. 2016 Prepared on: 5/11/2016		
Revenue:					
1	Real Estate & Property Allocation	\$17,144,612	\$17,186,573	\$41,961	0.2%
2	Public Utility Personal Property	\$737,062	\$732,801	-\$4,262	-0.6%
3	Income Tax	\$0	\$0	\$0	n/a
4	State Foundation Restricted & Unrestricted	\$21,664,177	\$21,397,169	-\$267,008	-1.2%
5	Other Revenue	\$845,975	\$845,975	\$0	0.0%
6	Other Non Operating Revenue	\$322,495	\$322,495	\$0	0.0%
7	Total Revenue	\$40,714,321	\$40,485,013	-\$229,308	-0.6%
Expenditures:					
8	Salaries	\$22,786,160	\$22,786,160	\$0	0.0%
9	Fringe Benefits	\$8,121,849	\$8,121,849	\$0	0.0%
10	Purchased Services	\$7,385,101	\$7,685,101	\$300,000	4.1%
11	Supplies, Debt, Capital Outlay & Other	\$2,628,161	\$2,230,221	-\$397,940	-15.1%
12	Other Non Operating Expenditures	\$500,000	\$500,000	\$0	0.0%
13	Total Expenditures	\$41,421,271	\$41,323,331	-\$97,940	-0.2%
14	Revenue Over/(Under) Expenditures	-\$706,950	-\$838,318	-\$131,368	-0.3%*
15	Ending Cash Balance	\$465,455	\$334,087	-\$131,368	18.6%*

Notes:

Revenue:

The is a significant decrease in State Foundation Unrestricted due to a prior year foundation formula reduction that was adjusted for in this fiscal year. The district also needed to reduce the Restricted forecast amount as it is not anticipated it will receive any catastrophic aid prior to fiscal year that was forecasted at \$90,000.

Expenditures:

The Purchase Services forecast amount needed to be increased based on higher than projected special education out-of-district tuition costs.

The Supplies, Debt, Capital Outlay & Other forecasted amount was decreased based on delay in textbook purchases.

Ending Balance:

The cumulative affect of these forecast changes caused the ending balance to decrease by \$131,368 for 2016. This caused a ripple effect in moving forward with carryover balances in the future forecasted years.

Garfield Heights City School District

Fiscal Year:	Actual	FORECASTED				
	2015	2016	2017	2018	2019	2020
Revenue:						
1.010 - General Property Tax (Real Estate)	14,551,696	14,420,503	14,483,997	12,745,771	11,186,125	11,224,405
1.020 - Public Utility Personal Property	735,713	732,801	784,225	698,386	613,588	615,668
1.030 - Income Tax	-	-	-	-	-	-
1.035 - Unrestricted Grants-in-Aid	18,676,234	20,130,612	21,915,524	22,980,273	24,095,370	25,256,357
1.040 - Restricted Grants-in-Aid	1,505,309	1,266,557	1,449,885	1,516,954	1,587,377	1,661,320
1.045 - Restricted Federal Grants - SFSF	-	-	-	-	-	-
1.050 - Property Tax Allocation	2,875,141	2,766,070	2,820,106	2,500,393	2,157,286	2,110,496
1.060 - All Other Operating Revenues	889,674	845,975	845,975	845,975	845,975	845,975
1.070 - Total Revenue	39,233,767	40,162,518	42,299,711	41,287,752	40,485,721	41,714,222
Other Financing Sources:						
2.010 - Proceeds from Sale of Notes	-	-	-	-	-	-
2.020 - State Emergency Loans and Adv	-	-	-	-	-	-
2.040 - Operating Transfers-In	-	-	-	-	-	-
2.050 - Advances-In	238,300	322,495	300,000	300,000	300,000	300,000
2.060 - All Other Financing Sources	1,284	-	-	-	-	-
2.070 - Total Other Financing Sources	239,584	322,495	300,000	300,000	300,000	300,000
2.080 - Total Rev & Other Sources	39,473,351	40,485,013	42,599,711	41,587,752	40,785,721	42,014,222
Expenditures:						
3.010 - Personnel Services	22,182,410	22,786,160	23,546,556	24,097,310	24,660,946	25,237,766
3.020 - Employee Benefits	7,738,549	8,121,849	8,490,056	8,810,996	9,067,090	9,396,777
3.030 - Purchased Services	7,030,273	7,685,101	8,029,115	8,544,990	9,098,715	9,693,190
3.040 - Supplies and Materials	1,371,218	795,824	946,911	962,849	979,106	995,688
3.050 - Capital Outlay	546,526	389,500	55,000	55,000	55,000	55,000
3.060 - Intergovernmental	-	-	-	-	-	-
Debt Service:						
4.010 - Principal-All Years	282,814	-	-	-	-	-
4.020 - Principal - Notes	-	-	-	-	-	-
4.030 - Principal - State Loans	-	-	-	-	-	-
4.040 - Principal - State Advances	-	-	-	-	-	-
4.050 - Principal - HB264 Loan	-	-	-	-	-	-
4.055 - Principal - Other	-	365,162	365,162	82,342	82,342	82,342
4.060 - Interest and Fiscal Charges	-	-	-	-	-	-
4.300 - Other Objects	642,238	679,735	657,024	686,801	681,830	712,116
4.500 - Total Expenditures	39,794,028	40,823,331	42,089,823	43,240,287	44,625,028	46,172,878
Other Financing Uses						
5.010 - Operating Transfers-Out	196,518	200,000	200,000	200,000	200,000	200,000
5.020 - Advances-Out	322,495	300,000	300,000	300,000	300,000	300,000
5.030 - All Other Financing Uses	-	-	-	-	-	-
5.040 - Total Other Financing Uses	519,013	500,000	500,000	500,000	500,000	500,000
5.050 - Total Exp and Other Financing Uses	40,313,041	41,323,331	42,589,823	43,740,287	45,125,028	46,672,878
6.010 - Excess of Rev Over/(Under) Exp	(839,690)	(838,318)	9,888	(2,152,535)	(4,339,308)	(4,658,657)
7.010 - Cash Balance July 1 (No Levies)	2,012,095	1,172,405	334,087	343,975	(1,808,559)	(6,147,867)
7.020 - Cash Balance June 30 (No Levies)	1,172,405	334,087	343,975	(1,808,559)	(6,147,867)	(10,806,524)
8.010 - Estimated Encumbrances June 30	373,508	300,000	300,000	300,000	300,000	300,000
9.080 - Reservations Subtotal	-	-	-	-	-	-
10.010 - Fund Bal June 30 for Cert of App	798,897	34,087	43,975	(2,108,559)	(6,447,867)	(11,106,524)
Rev from Replacement/Renewal Levies						
11.010 & 11.020 - Income & Property Tax-Renewal	-	-	-	1,981,122	3,962,244	3,962,244
11.030 - Cumulative Balance of Levies	-	-	-	1,981,122	5,943,366	9,905,610
12.010 - Fund Bal June 30 for Cert of Obligations	798,897	34,087	43,975	(127,437)	(504,501)	(1,200,914)
Revenue from New Levies						
13.010 & 13.020 - Income & Property Tax-New	-	-	-	-	-	-
13.030 - Cumulative Balance of New Levies	-	-	-	-	-	-
15.010 - Unreserved Fund Balance June 30	798,897	34,087	43,975	(127,437)	(504,501)	(1,200,914)



**Garfield Heights City School District
Schedule Of Revenue, Expenditures And Changes In Fund Balances
Actual and Forecasted Operating Fund**

	ACTUAL	PROJECTED		
	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018
Revenue:				
1.010 - General Property Tax (Real Estate)	14,551,696	14,420,503	14,483,997	12,745,771
1.020 - Public Utility Personal Property	735,713	732,801	784,225	698,386
1.030 - Income Tax	-	-	-	-
1.035 - Unrestricted Grants-in-Aid	18,676,234	20,130,612	21,915,524	22,980,273
1.040 - Restricted Grants-in-Aid	1,505,309	1,266,557	1,449,885	1,516,954
1.045 - Restricted Federal Grants-in-Aid - SFSF	-	-	-	-
1.050 - Property Tax Allocation	2,875,141	2,766,070	2,820,106	2,500,393
1.060 - All Other Operating Revenues	889,674	845,975	845,975	845,975
1.070 - Total Revenue	39,233,767	40,162,518	42,299,711	41,287,752
2.070 - Total Other Financing Sources	239,584	322,495	300,000	300,000
2.080 - Total Revenues and Other Financing Sources	39,473,351	40,485,013	42,599,711	41,587,752
Expenditures:				
3.010 - Personnel Services	22,182,410	22,786,160	23,546,556	24,097,310
3.020 - Employees' Retirement/Insurance Benefits	7,738,549	8,121,849	8,490,056	8,810,996
3.030 - Purchased Services	7,030,273	7,685,101	8,029,115	8,544,990
3.040 - Supplies and Materials	1,371,218	795,824	946,911	962,849
3.050 - Capital Outlay	546,526	389,500	55,000	55,000
3.060 - Intergovernmental	-	-	-	-
4.010 - 4.060 - Principal, Interest & Fiscal Charges	282,814	365,162	365,162	82,342
4.300 - Other Objects	642,238	679,735	657,024	686,801
4.500 - Total Expenditures	39,794,028	40,823,331	42,089,823	43,240,287
5.040 - Total Other Financing Uses	519,013	500,000	500,000	500,000
5.050 - Total Expenditures and Other Financing Uses	40,313,041	41,323,331	42,589,823	43,740,287
Excess of Rev & Other Financing Uses Over (Under)				
6.010 - Expenditures and Other Financing Uses	(839,690)	(838,318)	9,888	(2,152,535)
Cash Balance July 1 - Excluding Proposed Renewal/				
7.010 - Replacement and New Levies	2,012,095	1,172,405	334,087	343,975
7.020 - Cash Balance June 30	1,172,405	334,087	343,975	(1,808,559)
8.010 - Estimated Encumbrances June 30	373,508	300,000	300,000	300,000
9.080 - Subtotal - Reservation of Fund Balance	-	-	-	-
Fund Balance June 30 for Certification				
10.010 - of Appropriations	798,897	34,087	43,975	(2,108,559)
11.030 - Cumulative Balance of Replacement/Renewal Levies	-	-	-	1,981,122
Fund Balance June 30 for Certification				
12.010 - of Contracts, Salary and Other Obligations	798,897	34,087	43,975	(127,437)
13.030 - Cumulative Balance of New Levies	-	-	-	-
14.010 - Revenue from Future State Advancements	-	-	-	-
15.010 - Unreserved Fund Balance June 30	798,897	34,087	43,975	(127,437)

**Garfield Heights City School District
Schedule Of Revenue, Expenditures And Changes In Fund Balances - Percentage Change
Actual and Forecasted Operating Fund**

	Prev. 3-Year Avg. Annual Change	PROJECTED			3-Year Avg. Annual Change
		Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	
Revenue:					
1.010 - General Property Tax (Real Estate)	9.02%	-0.90%	0.44%	-12.00%	-4.15%
1.020 - Public Utility Personal Property	18.25%	-0.40%	7.02%	-10.95%	-1.44%
1.030 - Income Tax	n/a	n/a	n/a	n/a	n/a
1.035 - Unrestricted Grants-in-Aid	3.17%	7.79%	8.87%	4.86%	7.17%
1.040 - Restricted Grants-in-Aid	495.09%	-15.86%	14.47%	4.63%	1.08%
1.045 - Restricted Federal Grants-in-Aid - SFSF	-91.95%	n/a	n/a	n/a	n/a
1.050 - Property Tax Allocation	7.60%	-3.79%	1.95%	-11.34%	-4.39%
1.060 - All Other Operating Revenues	-3.89%	-4.91%	0.00%	0.00%	-1.64%
1.070 - Total Revenue	5.94%	2.37%	5.32%	-2.39%	1.77%
2.010 - Proceeds from Sale of Notes	n/a	n/a	n/a	n/a	n/a
2.020 - State Emergency Loans and Advancements	n/a	n/a	n/a	n/a	n/a
2.040 - Operating Transfers-In	n/a	n/a	n/a	n/a	n/a
2.050 - Advances-In	-9.32%	35.33%	-7.0%	0	9.45%
2.060 - All Other Financing Sources	-4.69%	-100.00%	n/a	n/a	-100.00%
2.070 - Total Other Financing Sources	-9.31%	34.61%	-7.0%	0	9.21%
2.080 - Total Revenues and Other Financing Sources	5.28%	2.56%	5.22%	-2.38%	1.80%
Expenditures:					
3.010 - Personnel Services	2.94%	2.72%	3.34%	2.34%	2.80%
3.020 - Employees' Retirement/Insurance Benefits	3.63%	4.95%	4.53%	3.78%	4.42%
3.030 - Purchased Services	10.35%	9.31%	4.48%	6.43%	6.74%
3.040 - Supplies and Materials	36.24%	-41.96%	18.98%	1.68%	-7.10%
3.050 - Capital Outlay	131.23%	-28.73%	-85.88%	0.00%	-38.20%
3.060 - Intergovernmental	n/a	n/a	n/a	n/a	n/a
4.010 - 4.060 - Principal, Interest & Fiscal Charges	-20.49%	29.12%	0.00%	-77.45%	-16.11%
4.300 - Other Objects	-5.94%	5.84%	-3.34%	4.53%	2.34%
4.500 - Total Expenditures	4.66%	2.59%	3.10%	2.73%	2.81%
5.010 - Operating Transfers-Out	8.34%	1.77%	0.00%	0.00%	0.59%
5.020 - Advances-Out	-3.99%	-6.98%	0.00%	0.00%	-2.33%
5.030 - All Other Financing Uses	n/a	n/a	n/a	n/a	n/a
5.040 - Total Other Financing Uses	-2.49%	-3.66%	0.00%	0.00%	-1.22%
5.050 - Total Expenditures and Other Financing Uses	4.51%	2.51%	3.06%	2.70%	2.76%
Excess of Rev & Other Financing Uses Over (Under)					
6.010 - Expenditures and Other Financing Uses	-219.90%	-0.16%	-101.18%	-21868.47%	-7323.27%
Cash Balance July 1 - Excluding Proposed Renewal/					
7.010 - Replacement and New Levies	15.71%	-41.73%	-71.50%	2.96%	-36.76%
7.020 - Cash Balance June 30	20.17%	-71.50%	2.96%	-625.78%	-231.44%