

**Canal Winchester Local School District  
Franklin County  
November 21, 2011**

**5-YEAR FINANCIAL FORECAST FY12 THROUGH FY16**

**STUDENT ENROLLMENT & PROJECTIONS**

**FY2012 Enrollment – 3,694**

	Projected # of Students	Increase/Decrease # of Students
FY 2013	3,688	- 6
FY 2014	3,663	- 25
FY 2015	3,638	- 25
FY 2016	3,613	- 25

**ADDITIONAL STAFFING PROJECTIONS**

No Additional Staff is projected to be hired during this forecast period

**ASSUMPTIONS FOR PURCHASED SERVICES, SUPPLIES, EQUIPMENT &  
OTHER EXPENDITURES**

	FY 2012	FY 2013	FY2014	FY2015	FY2016
Purchased Services	+ 2.9%	- 0.4%	+ 2.8%	+ 2.8%	+ 2.8%
Supplies	-23.3%	+ 1.5%	+ 1.5%	+ 1.5%	+ 1.5%
Equipment	-42.9%	+ 1.0%	+ 1.0%	+ 1.0%	+ 1.0%
(2 buses each year are anticipated to be purchased in FY2014, FY2015 and FY2016)					
Other Expenditures	+11.4%	+ 2.0%	+ 2.0%	+ 2.0%	+ 2.0%

**NEW BUILDINGS / ADDITIONS**

The Long Range Plan is to open a new intermediate building, new kindergarten building and to add an addition to the high school. The Board of Education decided at the April 5, 2011 special meeting to not accept state funding for completion of any of the building projects at this time. Therefore, the building projects have been put on hold and additional operational costs have not been built into the current plan for this purpose.

## REVENUES

Property Tax revenue estimates are based on historical valuation growth patterns, including the effects of scheduled updates and re-evaluations. Anticipated growth has also been added for new housing projects within the district. It is anticipated that there is a substantial slow down in new construction. Property Values were reduced by the county auditor's office during the tri-ennial update held in Fairfield County during 2010. It is anticipated that property values in Franklin County will be reduced during the 2011 Re-Evaluation process by the County Auditor's Office. The district's estimate for property tax valuation is as follows (CY means Calendar Year):

CY 2010	\$435,870,380	(Triennial Update for Fairfield County)
CY 2011	\$397,903,116	(ReEvaluation for Franklin County)
CY 2012	\$400,023,331	
CY 2013	\$404,170,314	(ReEvaluation for Fairfield County)
CY 2014	\$420,216,738	(Triennial Update for Franklin County)
CY 2015	\$422,957,056	

Tangible Personal Property tax was eliminated by state law on a graduated scale from 2005 through 2008. The replacement taxes from the state that are not supplied through an increase in the state foundation payment are reflected in the property tax revenue category. FY 2012 is the final year that the school district will receive the replacement taxes due to a change in the calculation of this reimbursement.

The district has calculated the tax collections based on the above estimated valuations and appropriate tax rates by property classification. These calculations are available upon request.

The three year Emergency Levy that was passed in November, 2011 has been added into the years of collection (calendar year 2012, 2013 and 2014). The school district operates on a Fiscal Year of July 1<sup>st</sup> through June 30<sup>th</sup>, so the Emergency Levy impacted Fiscal Year 2012 (1/2 year of collections), Fiscal Year 2013 (full year of collections), Fiscal Year 2014 (full year of collections), and Fiscal Year 2015 (1/2 year of collections).

INCOME TAX revenue projected for 2011 through 2015 assumes a 4% increase in revenue for FY2012 and a 1% annual growth in income tax collections each year thereafter.

STATE FUNDING - 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 for fiscal year 2012 and fiscal year 2013 was set as part of the State's biennial budget.

For Fiscal Year 2013-14, Fiscal Year 2014-15 and Fiscal Year 2015-16, the assumption used is that there will be slight increases in state funding on a per pupil basis each year.

PROPERTY TAX ALLOCATIONS or the Homestead and Rollback include a 10% property tax rollback for all real property tax owners. An additional 2.5% rollback was enacted for owner occupied homes. These tax credits are reimbursed to the district through the state and are calculated by applying appropriate percentages to residential and commercial property tax collections. This has been estimated as a gradually increasing figure.

ALL OTHER REVENUES from all other sources is based on receiving a 2% increase per year in income.

### **EXPENDITURES**

PERSONNEL SERVICES AND BENEFITS have been calculated using the existing negotiated agreements. A two-year negotiated agreement was approved on March 21, 2011. The 0% base salary increase of this agreement covers the 2011-12 and 2012-13 school years. Fiscal Year 2015-16 includes an increase in the base salary. Additional increased dollar amounts in this category are due to step increments built into the negotiated salary schedule. There is one additional bi-weekly pay in the 2011-12 fiscal year, creating an increase of \$700,000 in the salary category. This does not cause an increase in the salary paid to employees, but just increases the fiscal year costs.

During FY2010 and FY2011, federal stimulus (ARRA) monies were provided to the school district. These funds were used to pay for four teachers in the special needs classrooms and one paraprofessional aide. During the FY2012 school year, these positions will still be needed in the school district, and the General Fund will need to pay the cost for these positions that were previously funded through ARRA money.

During Fiscal Year 2011-12, Ed Jobs money in the amount of \$667,345 is available. This money is listed as income in Fiscal Year 2011-12, and will be used to pay eligible salary and fringe benefit costs for employees.

PURCHASED SERVICES has increased by an annual inflationary rate of 2.8%. This expenditure category contains the tuition costs for Post Secondary Enrollment, Open Enrollment (to other districts) and Community School. For the Fiscal Year 2011-12, there are 2.2 ESC positions that were eliminated. Those costs have been reduced from the purchased services.

OTHER OBJECTS has been increased by an annual inflationary rate of 2.0%.

SUPPLIES have been reduced by \$381,248 for the 2011-12 fiscal year and this has not been replaced for future years. The annual expenditures are increased by 1.5% each year 2012-13, 2013-14, 2014-15 and 2015-16. This increase is due to an anticipated increase in costs.

CAPITAL OUTLAY or purchase of equipment is based on historical patterns and estimated at an annual increase of 1%. The forecast assumes that no school buses will be purchased during the 2011-12 or 2012-13 school year, and that two school buses will be purchased during the 2013-14, 2014-15 and 2015-16 school year.