

Cincinnati Public Schools

Economic & Budget Update

May 6, 2020

CARES Act Update

- CCIP Note 436 (May 4th)

▫ CPS Allocation =	\$ 23,585,724.32
▫ Non-public share	<u>5,461,966.52</u>
▫ Available for CPS	\$ 18,123,757.80

- Spending Window – Mar 13, 2020 – Sep 30, 2022

- District pays, seeks reimbursement through - CCIP

Latest Economic news.....

Area	Update
Property Taxes 5/4	Payments delayed until July 17 (Hamilton County)
State Foundation Payments 4/30 (unofficial)	Last payment FY20 will be reduced
Auditor of the State Of Ohio <i>(Advisory Memo 4/24)</i>	<p>State Revenue Impacts: slowdowns in sales tax, personal income tax withholdings, commercial activity tax and kilowatt hour tax.</p> <p>Local Revenue Impacts: slowdowns in permissive sales tax, municipal income tax, tax on net profits, school district income tax, casino revenue distributions, lottery profits, lodging and admission taxes, utility collections, real property taxes.</p>
AOS Virtual Round Table	20% projected reduction “good benchmark”
Unemployment	April 16% - project 14% for national average

Ohio Breaking News...

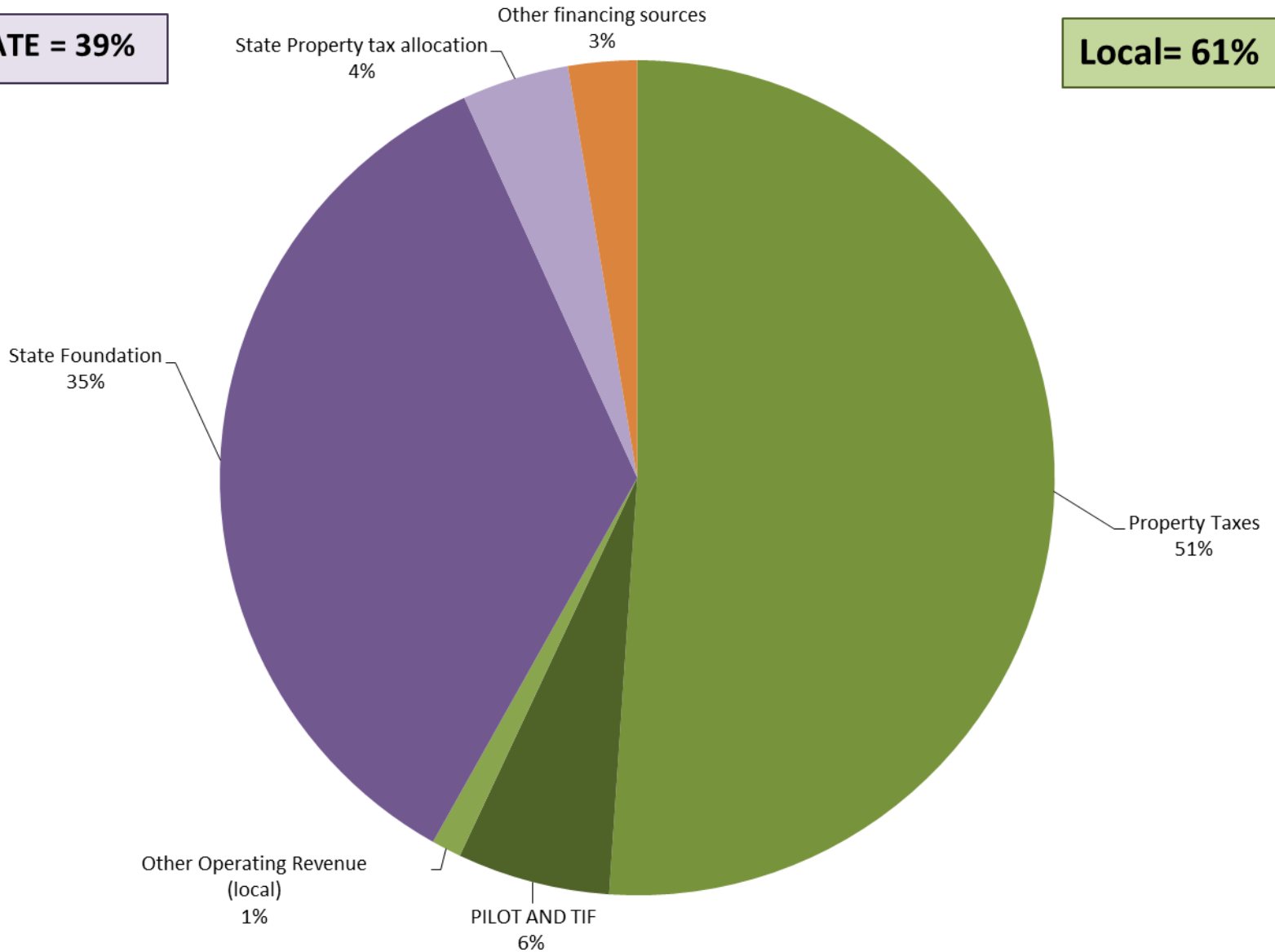
- May 5th – Governor DeWine announces budget cuts to K-12 Education in the amount of \$354.6M
- May 6th – Ohio Office of Budget Management releases District by District cuts
 - CPS - \$8,720,168

DISTRICT	COUNTY	FY20 Foundation Funding	FY20 Per Pupil Funding	Adjusted Per Pupil Reduction	Total Reduction	FY19 Operating Expenditures (All Funds)	Reduction as % of Operating Expenditures	Est. FY20 Cash Balance
Wyoming City SD	Hamilton	\$5,773,294	\$2,974	\$211	\$409,468	\$26,242,409	1.56%	\$5,896,302
Cincinnati City SD	Hamilton	\$205,975,703	\$4,530	\$192	\$8,720,168	\$526,505,960	1.66%	\$113,777,475

FY20 General Fund Forecasted Revenues

STATE = 39%

Local = 61%



Estimated Cash Impact *(very fluid)*

- Nov 2019 Forecast – positive cash flow until FY23
 - *(recall state froze revenues at FY19 level despite incr. enrollment)*
- May 6th:
 - FY20 State Funding reduction \$8.7M
 - FY21 Delayed Property Tax Collections
 - Projected 4% reduced property tax collections
 - And to State Funding, CARE act help
 - If expenses increase by 3% - Deficit cash FY22
 - If expenses do not increase – Deficit cash FY23

Revised Financial Timeline

