

Five year Forecast



Cincinnati Public Schools
November 19, 2020

Purpose

- Monitor and report school district solvency
 - Focus on the General Operating Fund
 - Supports Financial Transparency
 - Tool to plan for future financial decision making
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- Format is standardized and required by Ohio Department of Education
 - Three years of actual data, current year (budget) and four years of forecasted data
 - Filed twice a year
 - November
 - May

Factors that influence a forecast

- State Biennium Budget (*3 in 5 year cycle*)
 - ❖ *Current Biennium Budget ends June 30, 2021*
- State Foundation Formula (*frozen at reduced FY20*)*
- Relative District Wealth (*frozen 47.9%*)
- Cap limits revenue growth (*FY19 & FY20 loss of \$5M each year*)
 - ❖ (*replace by enrollment growth supplement \$1.6M*)
- Pass-through funding (*\$84M*)
- Inflation rates – 3-5% (*typically*)
- *Pandemic Closure*

CPS Multi-Year Financial Plan

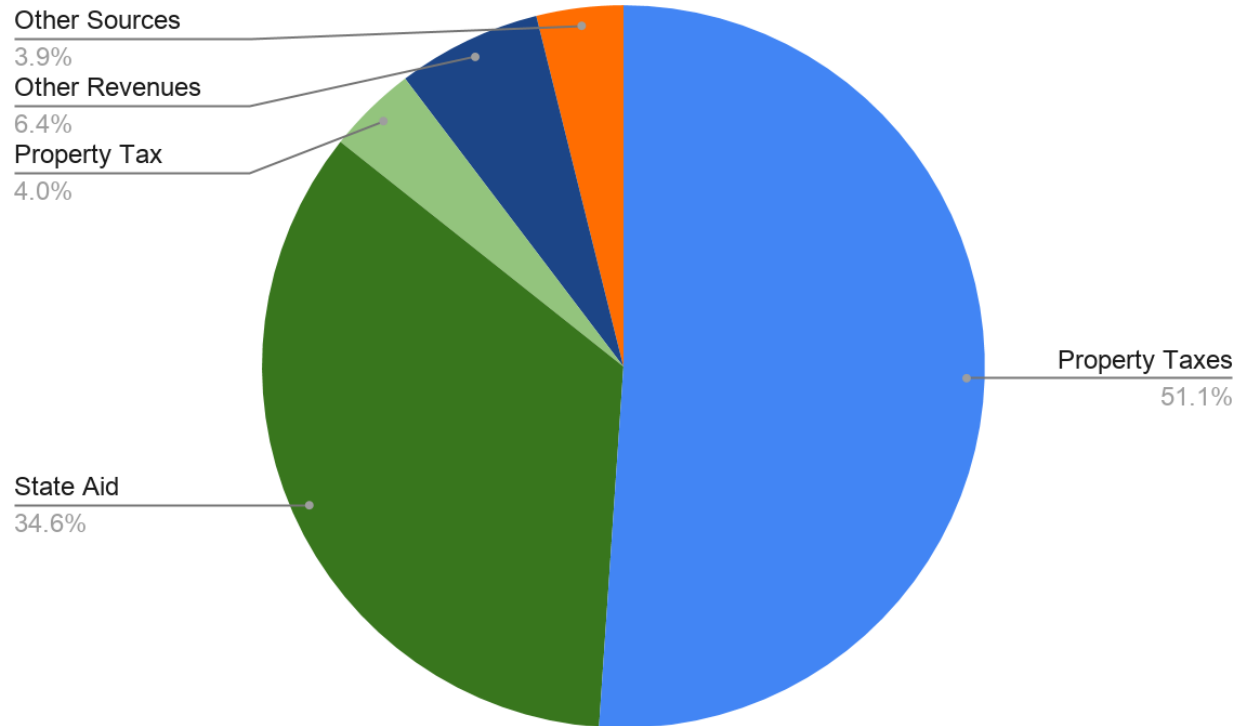
It's ALL about CASH

- ★ Cannot have negative cash balance - 3 yr window
- ★ Board guideline - no new levies

Nov 2020 Five Year Forecast (a portion)

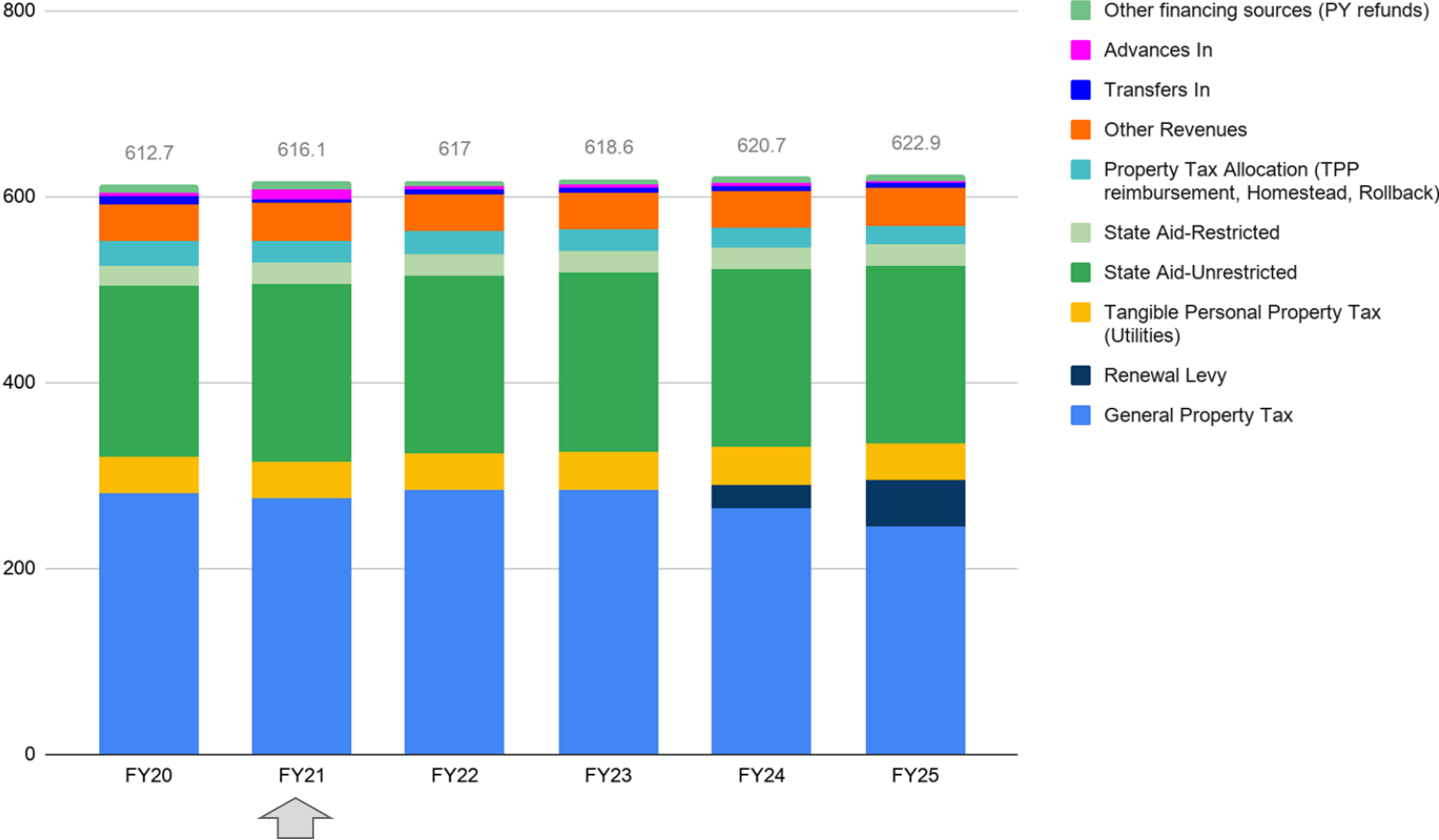
	FY20 actual	FY21	FY22	FY23
Prior Year Ending Cash balance 6.30	\$126.3M	\$108.3M	\$ 73.9M	\$ 37.6M
Forecasted Revenues <i>Revised</i>	+ 612.7M	616.1	616.9	618.6
Levy Renewal				
Available resources	=612.7M	= 724.4	= 690.8	= 656.2
Required Cash Balance 6.30	\$108.3	-73.9	- 37.6	- .9
Allowable Spending <i>(Budget plus advances)</i>	\$630.7M	\$650.5	\$653.2	\$655.3

Revenues - FY21 General Fund Only - \$616.1M



Note: State proportion dropped from FY19 39% to FY21 38.6%

Forecasted Revenues



Focusing on FY21 (May to November)

Forecast Comparison (May 2020 - November 2020)	FY21		
	May	Nov	Change
Revenue			
General Property Tax	271.9	275.5	3.6
Tangible Personal Property Tax (Utilities)	39.4	39.2	-0.2
State Aid-Unrestricted	184.2	190.2	6
State Aid-Restricted	23	23	0
Property Tax Allocation (TPP reimbursement, Homestead, Rollback)	24.6	24.6	0
Other Revenues	34.2	39.6	5.4
Transfers In	5.1	5.1	0
Advances In	3.1	9.3	6.2
Other financing sources (PY refunds)	6.2	9.5	3.3
Total Revenues	591.7	616	24.3

General Fund Expenses - \$650M

FY21

Transfer -Preschool Tuition
0.8%

Transfer Out- Schoolwide Pool
32.8%

Transfers Out- Bldg Maintenance
0.5%

Transfers Out- Debt
2.6%

Other Expenses
1.1%

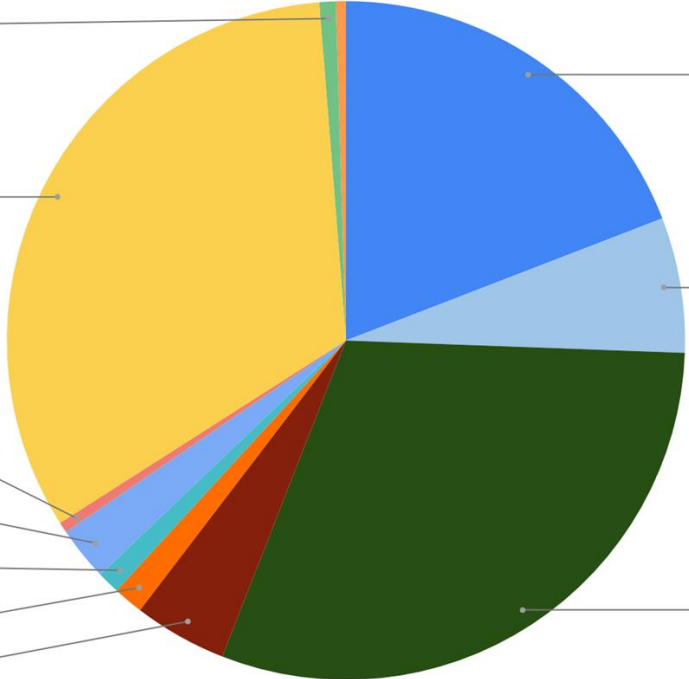
Capital Outlay
1.4%

Supplies & Materials
4.4%

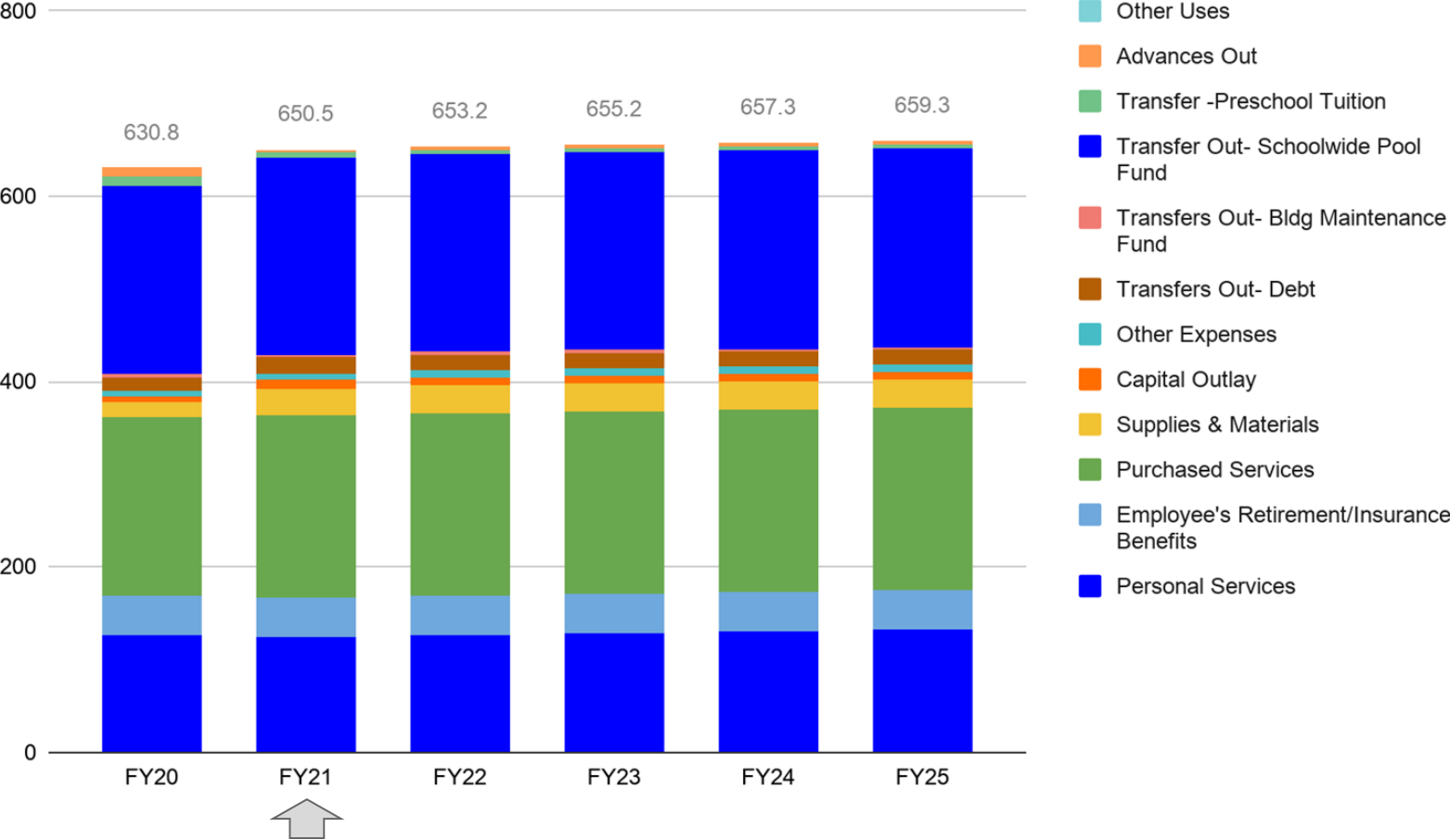
Personal Services
19.1%

Employee's Retirement/Insurance
6.4%

Purchased Services
30.4%



Forecasted Expenditures



Focusing on FY21 (May to November)

Forecast Comparison (May 2020 - November 2020)	FY21		
	May	Nov	Change
Expenditures			
Personal Services	133.4	124.5	-8.9
Employee's Retirement/Insurance Benefits	44.3	41.9	-2.4
Purchased Services	209.5	197.5	-12
Supplies & Materials	19.8	28.9	9.1
Capital Outlay	4.2	9.3	5.1
Other Expenses*	-11.9	7	18.9
Transfers Out- Debt	16.7	16.7	0
Transfers Out- Bldg Maintenance Fund	3.3	3.3	0
Transfer Out- Schoolwide Pool Fund	194.8	213.2	18.4
Transfer -Preschool Tuition	5.1	5.1	0
Advances Out	3.1	3.1	0
Other Uses	2.5		-2.5
Total Expenditures	624.8	650.5	28.2

*May neg 11.9M indicated the anticipated CARES act impact

Revenues, Expenditures and Cash

