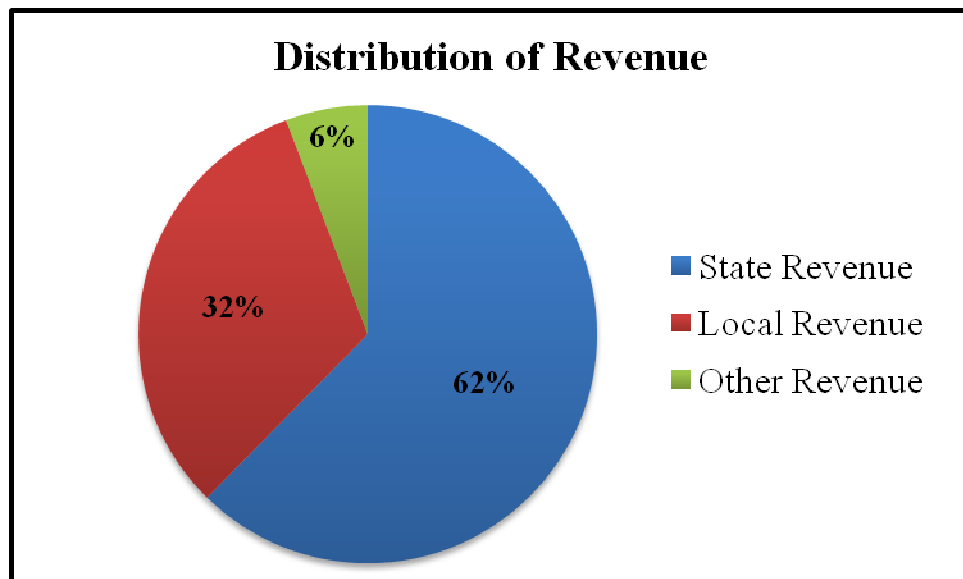
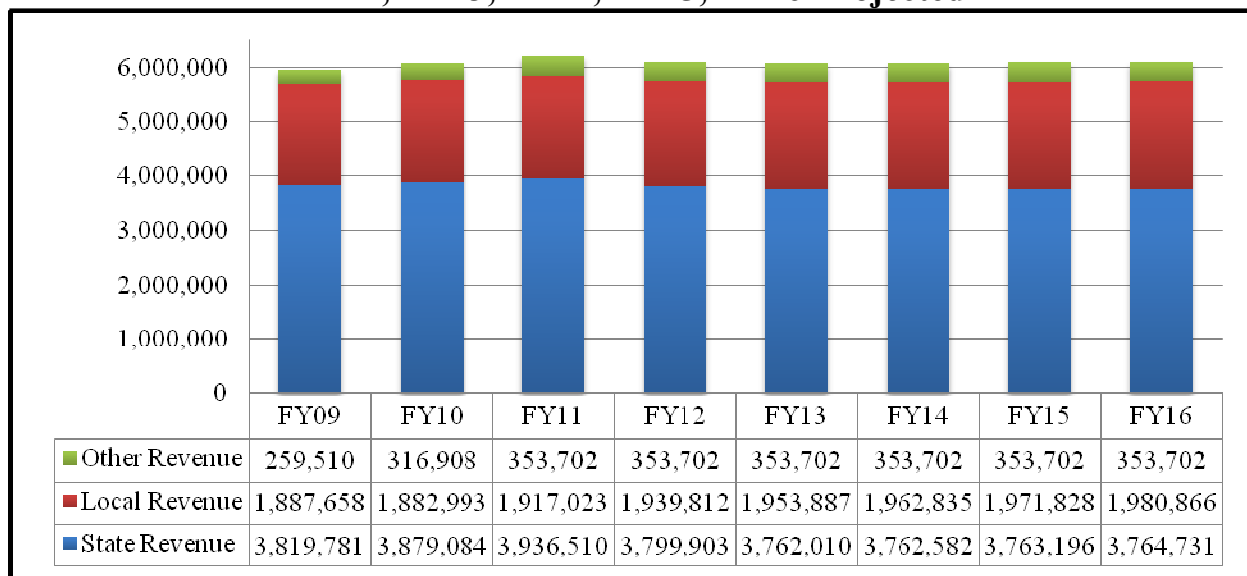


# COLUMBIANA COUNTY VOCATIONAL SCHOOL DISTRICT

## NOTES TO THE FIVE YEAR FORECAST FISCAL YEAR 2012

### REVENUE

**FY09, FY10, FY11 Actual  
FY12, FY13, FY14, FY15, FY16 Projected**



## **LOCAL REVENUE**

### **1.010 Property Tax**

The District collects a current expense levy with a voted rate of 2.80 mills and an effective rate of approximately 2.00 mills on real property. The effective rate is a result of the tax reduction factor in HB 920 that limits the amount a levy can generate to nearly the same level as originally approved by the voters. This factor, which prevented tax revenue from dramatically increasing when property values were on the rise, will now keep tax revenue from significantly decreasing if property values decline. Projections include a small increase for new construction and a stable collection rate of 95%.

### **1.020 Personal Property Tax**

HB 66 phases out tangible personal property tax on general business, telephone and telecommunications, and railroad property. There will be no general tangible values left in the property base by Fiscal Year 2012, but the District will continue to collect personal property from public utilities.

## **STATE REVENUE**

### **1.035 Unrestricted Grants-in-Aid**

The uncertain future of growth in State funding presents an ongoing challenge for long-range financial planning. The District received no increase in state funding from Fiscal Year 2000 through 2009. During Fiscal Years 2010 and 2011, the District received an annual increase of 0.75%. The new biennial budget bill holds funding for career technical districts at the 2011 level for 2012 and 2013. Projections for 2014 to 2016 include no increase in State aid.

### **1.040 Restricted Grants-in Aid**

This category includes weighted funding for career-technical, associated services, and special education. HB 282 restricts the use of career-technical weight cost funds and career-technical associated service funds. Projections include no increase for 2012 through 2016.

### **1.050 Property Tax Allocation**

Included in this category are State reimbursements for homestead and rollback exemptions. Projections are based on the same assumptions as real estate tax revenue. Tax loss replacement payments for Tangible Personal Property Tax are also included in this category. HB 153 accelerates the phase-out of replacement payments starting in FY12. Payments in FY12 will be \$145,909 less than FY11 payments.

## **OTHER REVENUE**

### **1.060 All Other Revenues**

Open enrollment, Tech Prep, Rental of Property, and REAP monies are included under all other revenues.

## OTHER FINANCING SOURCES

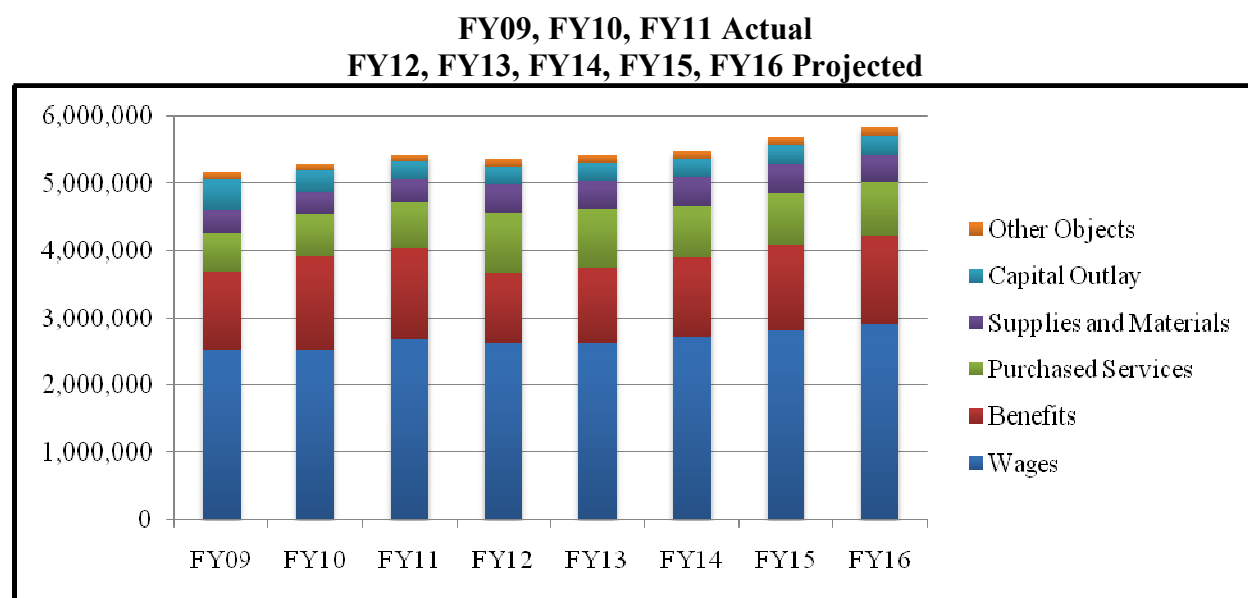
### 2.050 Advances-In

Projections show all advances being returned in the same year they were made.

### 2.080 All Other Financing Sources

2012 includes \$500,000 that will be released to the general fund from medical insurance reserves (Fund 024). Also included in this category are refunds from prior year expenditures.

## EXPENDITURES



### 3.010 Personal Services (Wages)

Projections are based on expected increases in base wages and the anticipated effect of step increases. Payroll is processed bi-weekly with typically 26 pay dates in a fiscal year. FY11 had 27 pay dates, which resulted in inflated wages during that fiscal year. One teaching position was eliminated in FY12 through attrition.

### 3.020 Employees' Retirement/Insurance Benefits

This category includes board share of retirement (14% of wages), board share of Medicare, worker's compensation, insurance benefits, tuition reimbursement, and unemployment claims. Projections are based on forecasted wages and current employee benefit packages. The District's health insurance program changed effective July 1, 2011, resulting in a projected 33.8% reduction in health benefit cost in FY12.

### 3.030 Purchased Services

Expenses for utilities, property insurance, liability insurance, professional development, repair/maintenance of building, professional services, etc. are included in this category. Projections include architect fees in FY12 and FY13.

### 3.040 Supplies and Materials

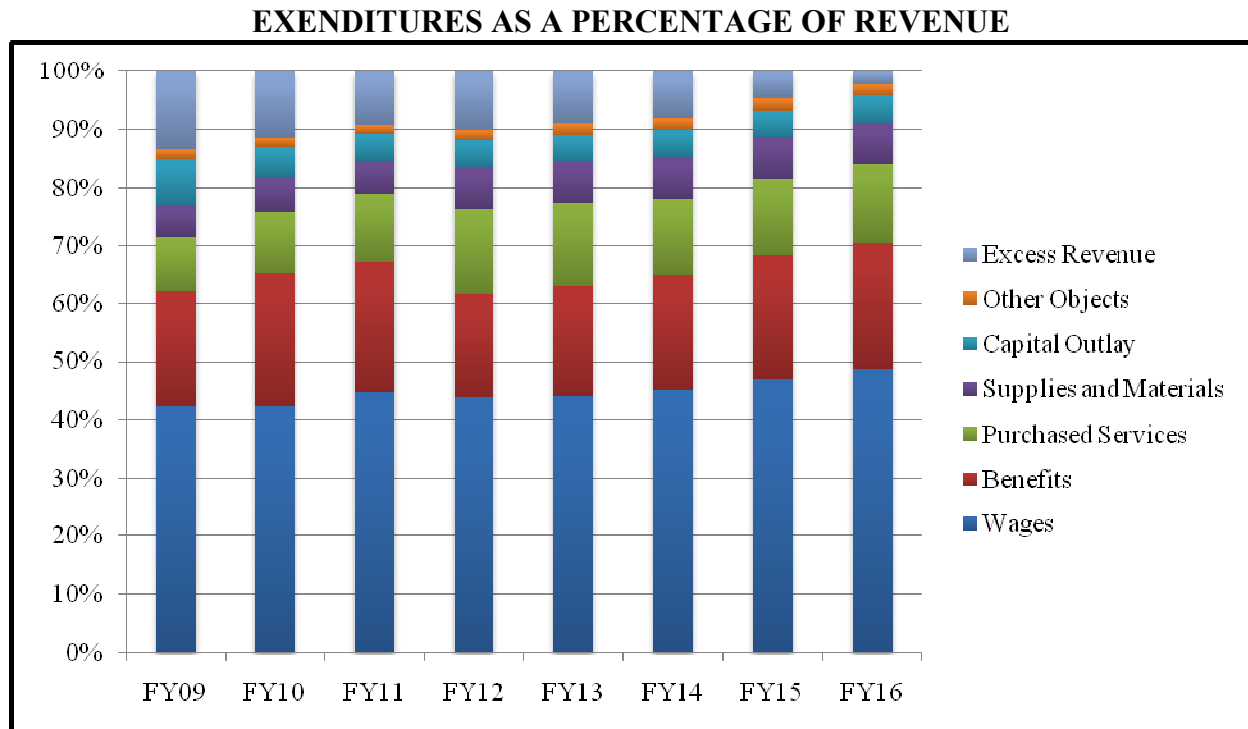
This category includes expenses for instructional supplies, teaching aids, office supplies, textbooks, library books, newspapers, and periodicals.

### 3.050 Capital Outlay

This category includes expenses for the acquisition of equipment.

### 4.300 Other Objects

This category includes professional dues/fees, audit fees, tax collection fees, and general bonds.



- Wages and Benefits account for 62% of FY12 projections.
- Excess Revenue is the amount available for Other Financing Uses, such as transfers to Permanent Improvement.

## OTHER FINANCING USES

### 5.010 Transfers - Out

Annual transfers to Permanent Improvement are to help fund a comprehensive plan for upgrading and improving the District. The goal of the plan is to upgrade equipment, remodel and enlarge classrooms and labs, and improve air quality. The District transferred \$2 million from the General Fund to the Permanent Improvement Fund between FY08 and FY11. The forecast includes the following transfers to Permanent Improvement:

FY12: 1,700,000    FY13: 650,000    FY14: 600,000    FY15: 400,000    FY16: 270,000

Phase I is projected to cost \$1.55 million and includes replacing the boiler and chiller plant and creating a new Health Academy with double the square footage of the current space. Phase II is projected to cost \$1.6 million and includes a complete upgrade to the Welding and Metal Fabrication Lab with an addition of a machining area. The completed lab will have 9,025 square feet, which is an additional square footage of 5,178 over the current area of 3,847. Phase III will relocate and upgrade the science labs.

FY12 includes a transfer of \$5,000 to EMIS, and annual transfers of \$2,500 to Uniform School Supplies are also included in this category.

#### **5.020 Advances – Out**

Represents advances made to special revenue funds from the general fund. Advances are returned to the general fund.

#### **5.030 All Other Financing Uses**

FY12 includes \$63,000 for a Career Technical Grant available to partner districts.

#### **6.010 Excess Revenue & Other Financing Sources over (under) Expenditures and Other Financing Uses**

The negative \$534,848 in FY12 represents prior year carryover transferred to Permanent Improvement.

#### **15.010 Unreserved Fund Balance June 30**

The Unreserved Fund Balance is estimated to remain at about \$3 million throughout the forecasted years.