

Marysville Exempted Village School District



Innovate Collaborate Inspire

General Fund

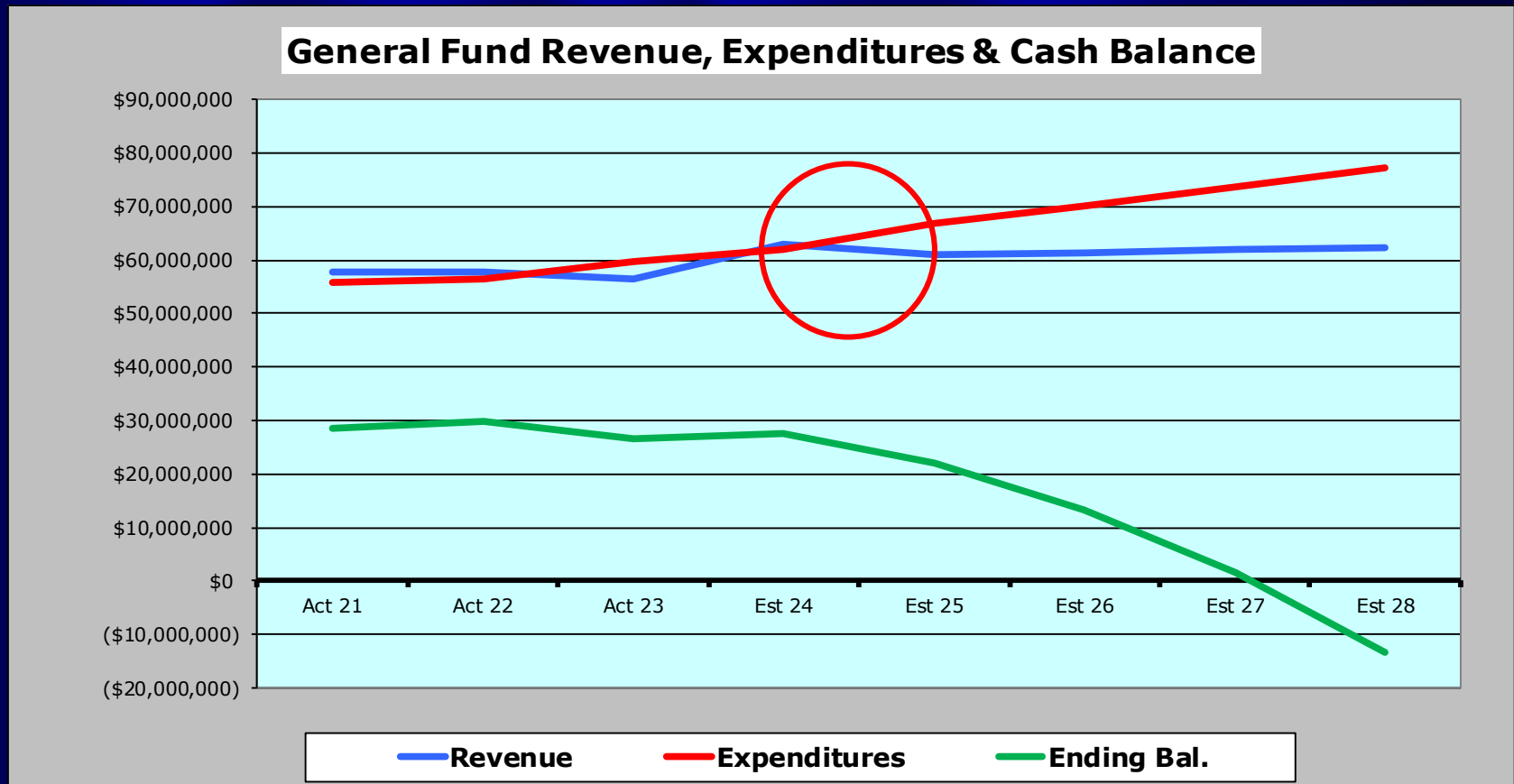
Five Year Forecast

July 1, 2023 Through June 30, 2028

November 16, 2023

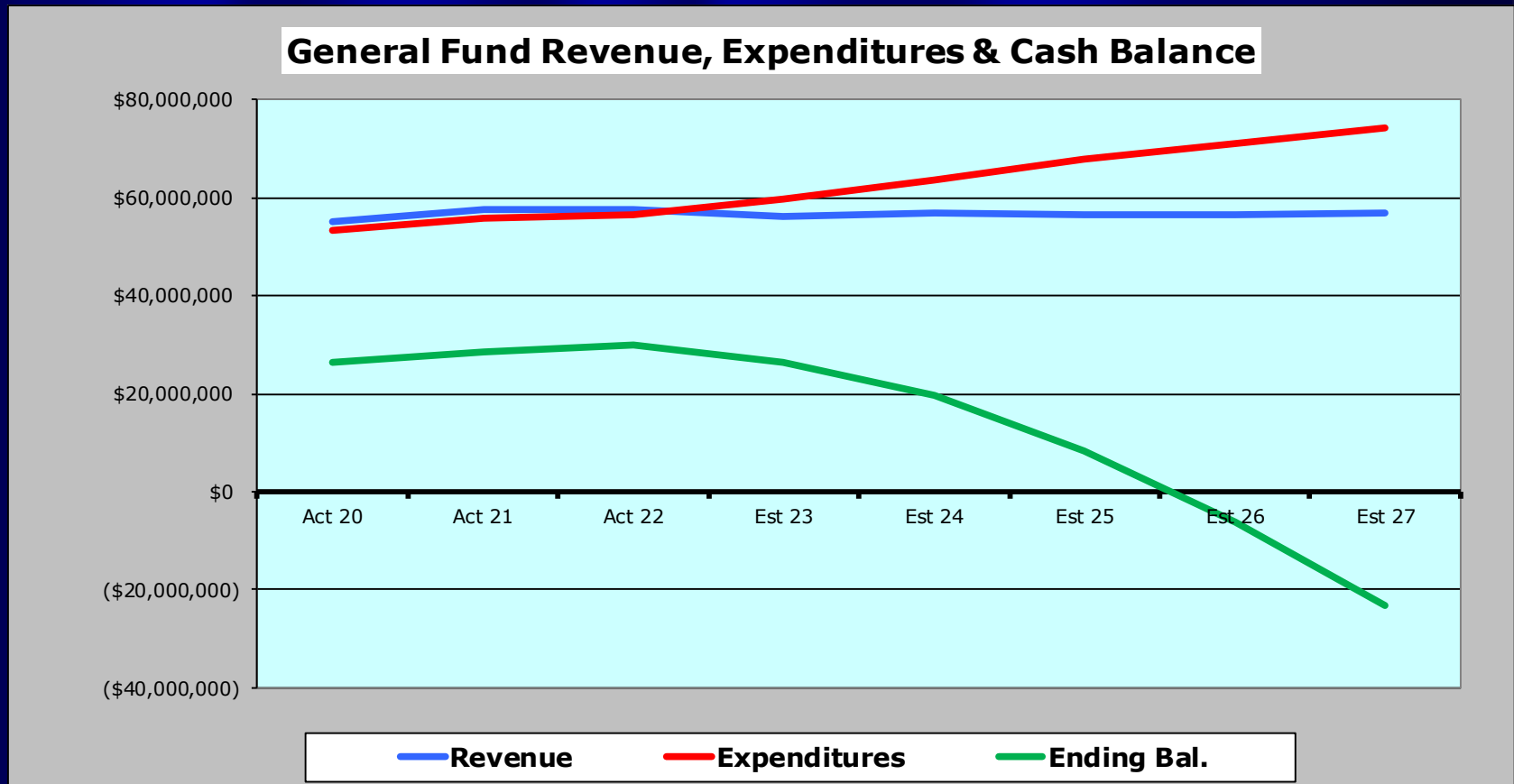
Presented By Todd Johnson, Treasurer/CFO

Revenue Vs. Expenditure



- Ending cash balance meets Board approved targets through FY26, but is declining rapidly due to lack of sustained revenue growth.

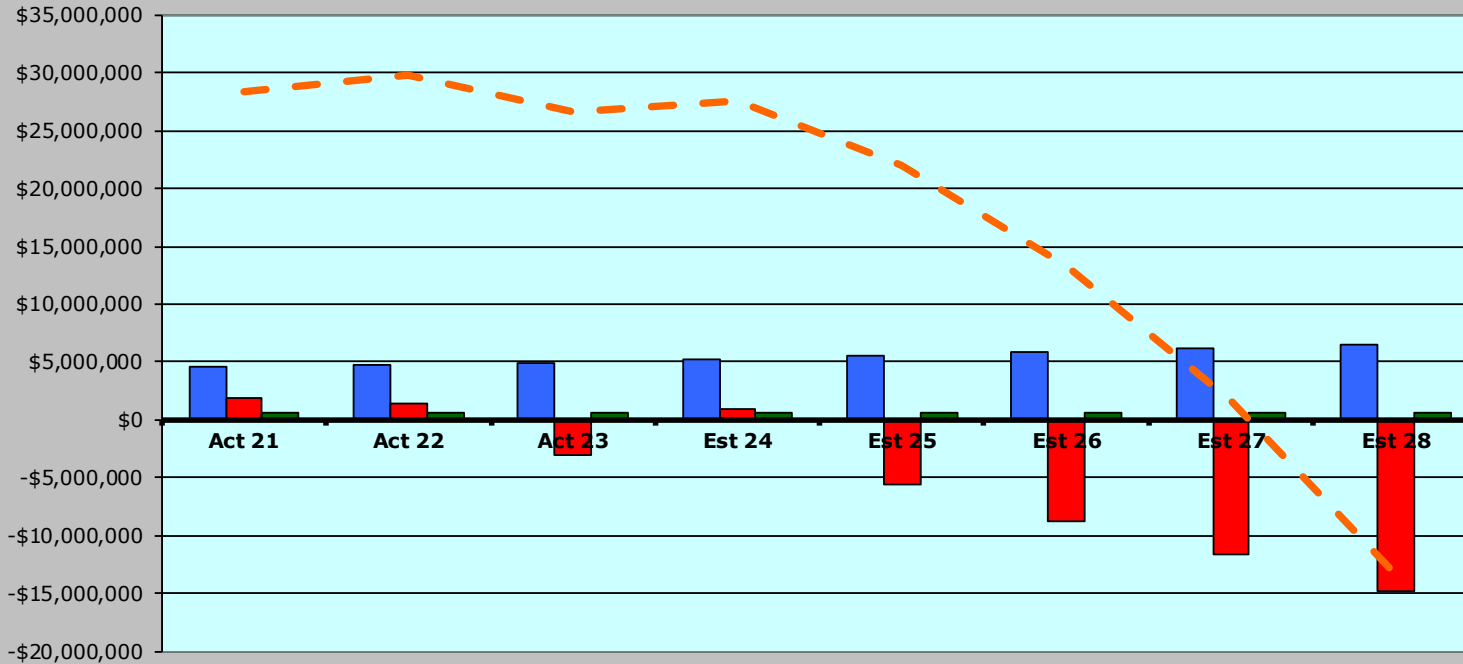
Revenue Vs. Exp (May 2023)



- **FY26 cash deficit pushed out to FY28 due to new revenue. Levy cuts were already included in May forecast.**

Ending Cash Balance

Revenue Vs. Expenditures FY21 through FY28

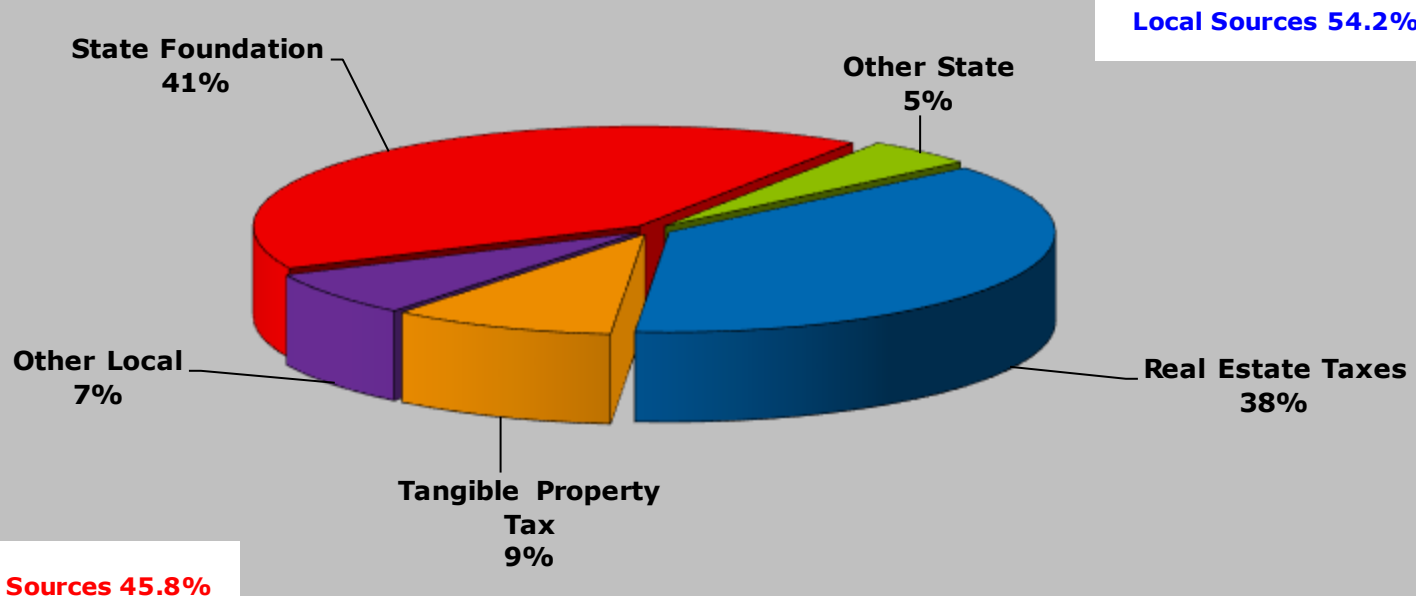


■ 1 Month of Expenses ■ Net Change in Cash Bal ■ 1% Expenditure Target - - - Ending Cash Balances

- 1 Month of expenditures maintained through FY26
- Expenditures exceed revenue by 1% beginning in FY25

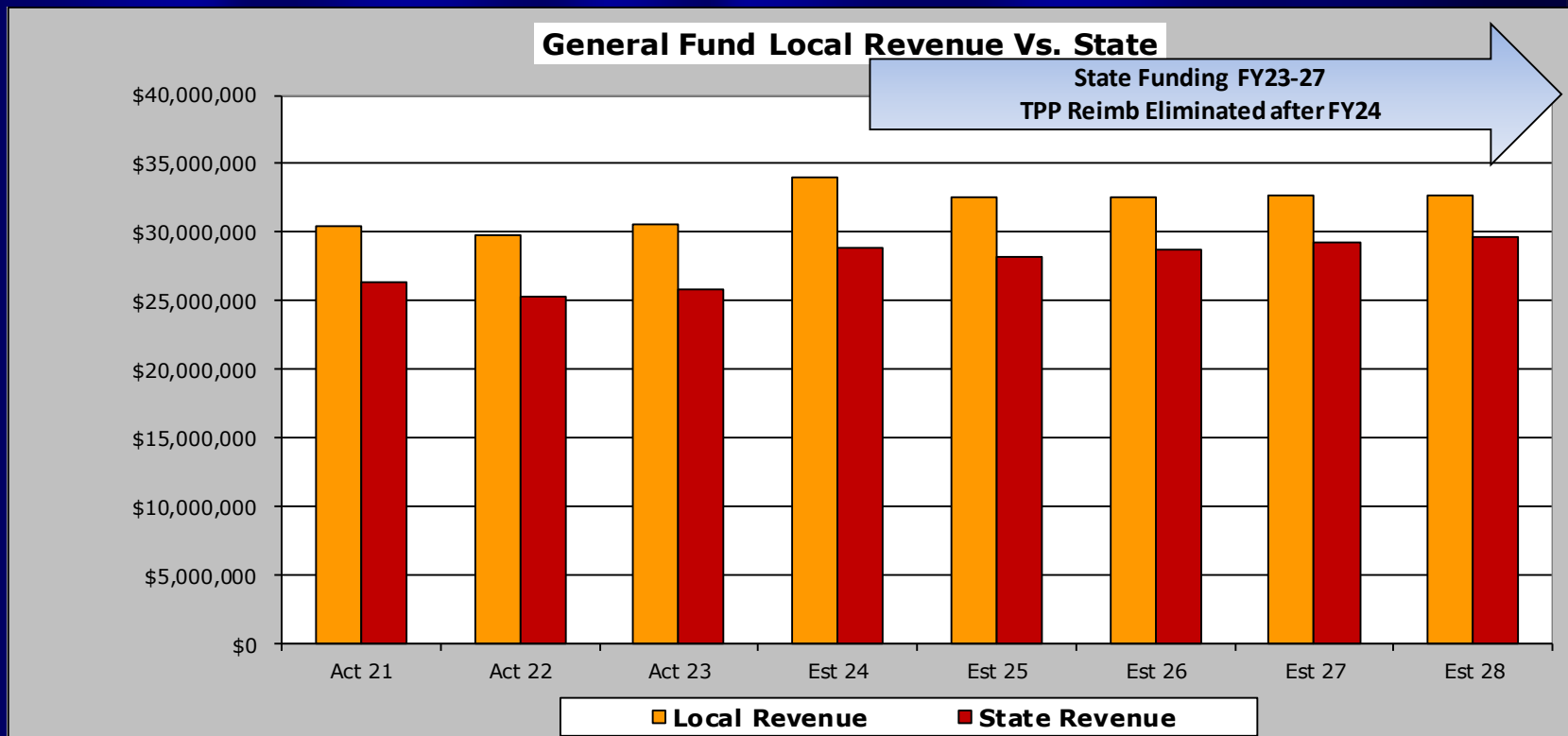
Est. General Fund Revenue Sources FY24

Estimated General Fund Revenue FY2024 \$ 62,906,883



- Total FY24 revenue up \$5.8 million compared to May forecast
- State funding up \$3.8 million (assumes future growth)
- Real estate tax up \$1 million (one time increase)
- Interest revenue up \$1 million (projected to decrease)

Local vs. State Funding



- Local funding – impact of triennial update on inside millage
- Gap between state and local decreased
- State funding assumes growth due to 100 new students annually
- TPP reimbursement of \$640k in FY24 final payment

Overall Values Increased 21.3% TY 2022

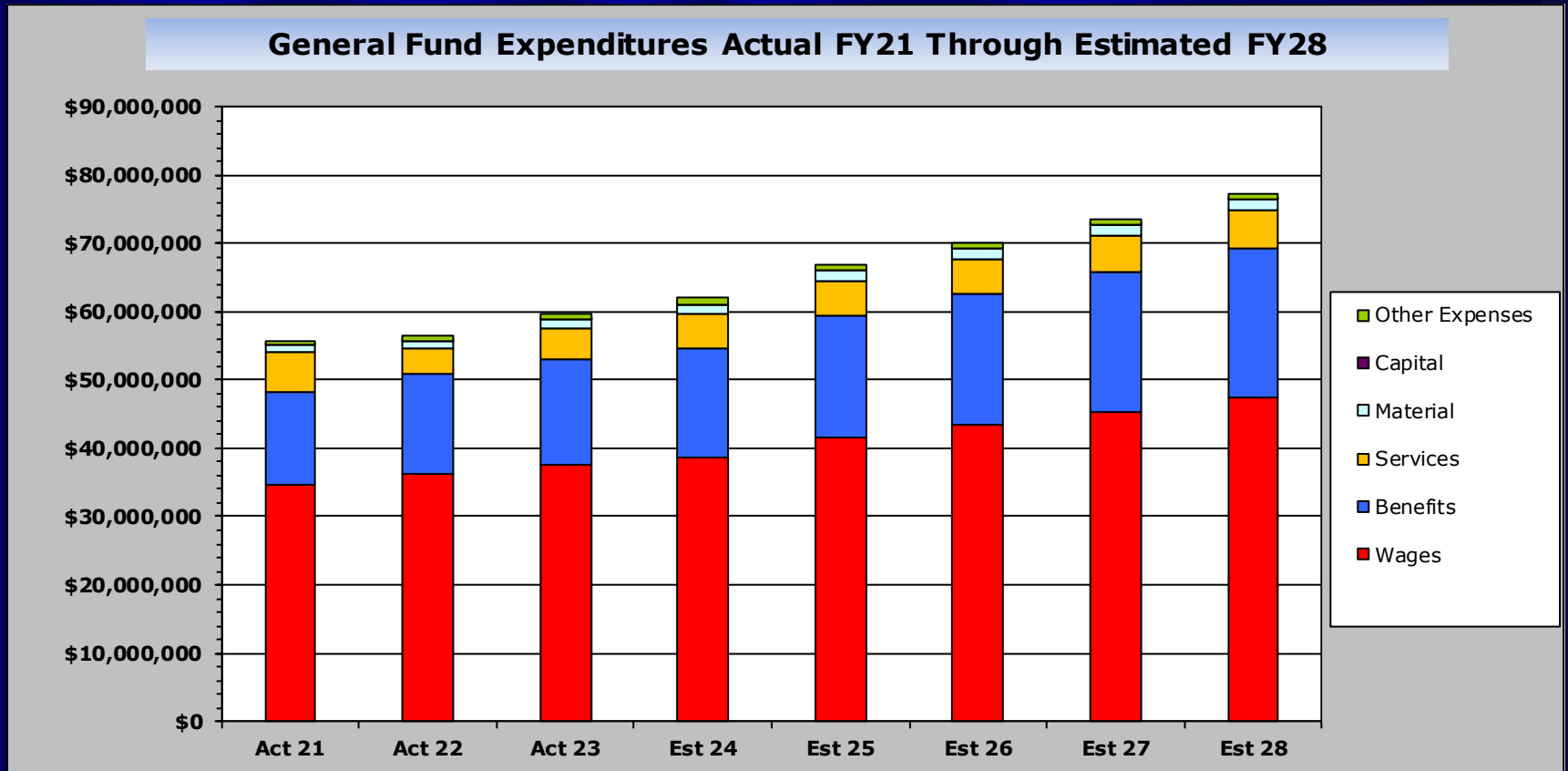
Tax Year	Agriculture	Residential	Class I Total	Class II Total	TPP	P.U. Personal	Total
2001	40,261,430	265,935,530	306,196,960	122,728,440	161,268,517	30,979,820	621,173,737
2002	42,851,560	284,555,480	327,407,040	133,256,490	166,053,975	31,614,380	658,331,885
2003	40,980,990	301,544,680	342,525,670	136,651,920	167,907,464	33,708,920	680,793,974
2004	39,824,490	350,730,270	390,554,760	155,785,160	206,921,855	34,990,230	788,252,005
2005	42,157,490	367,845,740	410,003,230	163,576,650	209,045,632	32,945,240	815,570,752
2006	42,158,070	383,860,330	426,018,400	173,277,940	150,034,977	36,697,280	786,028,597
2007	52,326,910	419,955,760	472,282,670	178,941,610	99,321,489	34,785,750	785,331,519
2008	48,758,160	415,489,265	464,247,425	189,193,070	42,118,470	35,623,300	731,182,265
2009	48,938,010	403,162,400	452,100,410	193,941,160	1,154,260	35,008,550	682,204,380
2010	59,312,410	402,879,460	462,191,870	191,757,760	538,340	35,035,830	689,523,800
2011	59,740,000	404,237,160	463,977,160	192,626,280	0	36,733,820	693,337,260
2012	59,680,678	407,870,848	467,551,526	186,843,428	0	38,997,660	693,392,614
2013	82,062,280	394,103,180	476,165,460	150,316,670	0	60,532,510	687,014,640
2014	83,474,140	392,790,640	476,264,780	157,365,410	0	67,337,060	700,967,250
2015	84,308,881	394,596,859	478,905,740	158,576,820	0	102,700,670	740,183,230
2016	91,277,010	450,191,020	541,468,030	162,027,150	0	107,678,300	811,173,480
2017	92,145,920	454,267,330	546,413,250	162,886,870	0	108,819,130	818,119,250
2018	92,045,730	459,222,700	551,268,430	168,653,610	0	107,957,310	827,879,350
2019	90,550,000	539,549,630	630,099,630	165,242,590	0	110,756,000	906,098,220
2020	90,550,000	552,322,150	642,872,150	170,615,900	0	113,025,700	926,513,750
2021	87,098,380	569,482,330	656,580,710	172,308,490	0	117,961,280	946,850,480
2022	105,231,560	725,529,390	830,760,950	196,000,580	0	121,408,840	1,148,170,370

- Tax year 2022AV up by 21.3% due to update and new construction (\$19m)...we are very close to 20 mill floor in Class I (20.17)
- Next update in values is in 2025 to collect in 2026 Est. 4.9% increase in values....HB187 & SB153 will keep increases low

Operating Revenue

- HB33 continues the fair school funding plan, helped us in FY24 & FY25.
- The foundation program has us on the formula in FY24 & FY25.
- Enrollment growth will translate into added revenues if we are on the foundation formula and we have projected 100 new students each year FY25-FY28.
- Total revenue is estimated to grow by less than 1% annually over the next 5 years while expenses are estimated to grow by 4.4% per year.
- At some point growth will translate into the need for a bond and operating levy to open a new building/s.

General Fund Expenditures By Object FY21 through Est. FY 28



- Salary and Benefits are 88% of operating costs
- Spike in FY25 due to depletion of ESSER funding

Levy History

- One new money issue has passed since 1998....
 - A 5.0 (replace) and 4.0 (new) mill levy was passed in 2008
 - These levies were renewed into a single 9.0 mill levy in 2013
- Prior to the 2008 levy, the last new money issue was passed in 1998...an 8.9 mill continuing levy
- The 6.56 mill levy was renewed in November 2018 along with the no new millage PI levy
- All current levies are continuing levies, which means revenue levels will not grow significantly although 20 mill floor would allow for incremental growth if values grow
- Lack of revenue growth combined with enrollment growth could create a levy cycle

Levy Scenarios

- As a reminder, the May 23 failed levy was 8.4 mills.
- Would've generated \$9.6m per year
- Would've cost \$882 per year for a \$300k home.

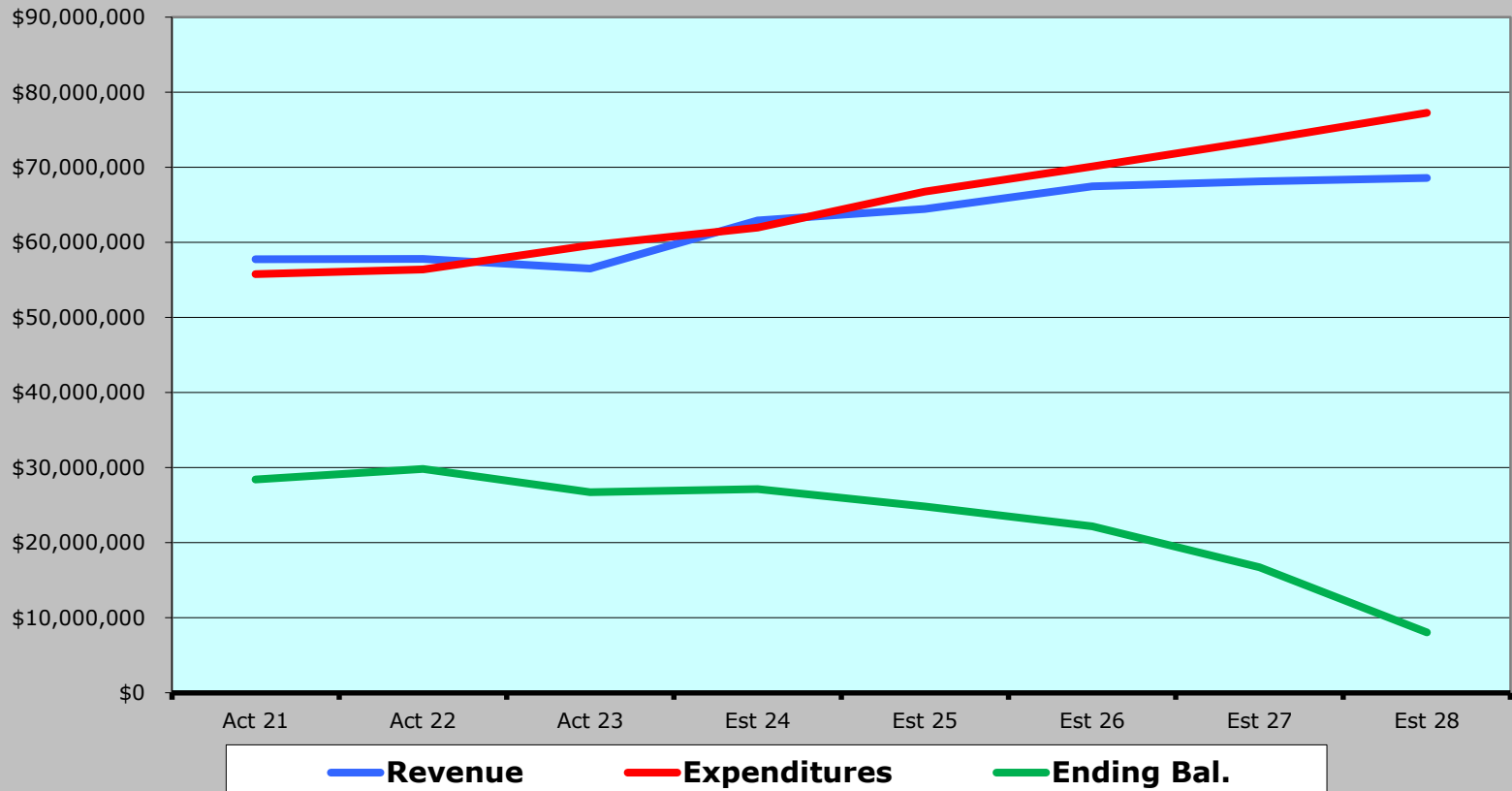
- Cash Balance policy calls for:
 - Expenditures do not exceed revenues by more than 1%
 - Cash balance for current year and following four years at least equal to one month of expenditures – approx. \$6.5m for FY28
- Need to generate approximately \$6m annually to achieve cash balance goal.

Levy Scenarios

- Four levy options for November 2024
 - 5.5 Mill Property Tax (cost \$577 for \$300k home)
 - .75% Income Tax
 - Combo Levy – 2 Mill Property/.50% Income Tax
 - Combo Levy – 3.5 Mill Property/.25% Income Tax
- Other considerations
 - How to handle cuts/class size
 - Likely on ballot again in 2027 or 2028
 - Timing of new buildings

Revenue Vs. Exp with Levy

General Fund Revenue, Expenditures & Cash Balance



- Expenditures would exceed revenues every year after the levy

Thank You for Listening

- Questions and Answers



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