

2015 Year End Closing Update

**Business/Finance Committee
Meeting
April 4, 2016**



Forecast at 2016 Budget Adoption

	2015 est.	2016 est.	2017 est.	2018 est.
Revenue (Millions) (a) (b)	\$540.24	\$546.88	\$551.70	\$555.10
Operating Expenditures (c)	\$539.38	\$570.45	\$591.55	\$607.07
Operating Surplus/ (Deficit)	\$0.86	(\$23.57)	(\$39.85)	(\$51.97)
Beginning Fund Balance	\$126.39	\$127.26	\$103.69	\$63.84
Budgeted Year-end Fund Balance	\$127.26	\$103.69	\$63.84	\$11.87
Fund Balance Compliance	Yes	Yes	Yes	No
Minimum Fund Balance per Board Policy #721 (d)	\$26.97	\$28.52	\$29.58	\$30.35

Funds required to comply with Fund Balance Policy (e) - Overage/ (Shortage)	\$100.29	\$75.17	\$34.26	(\$18.48)
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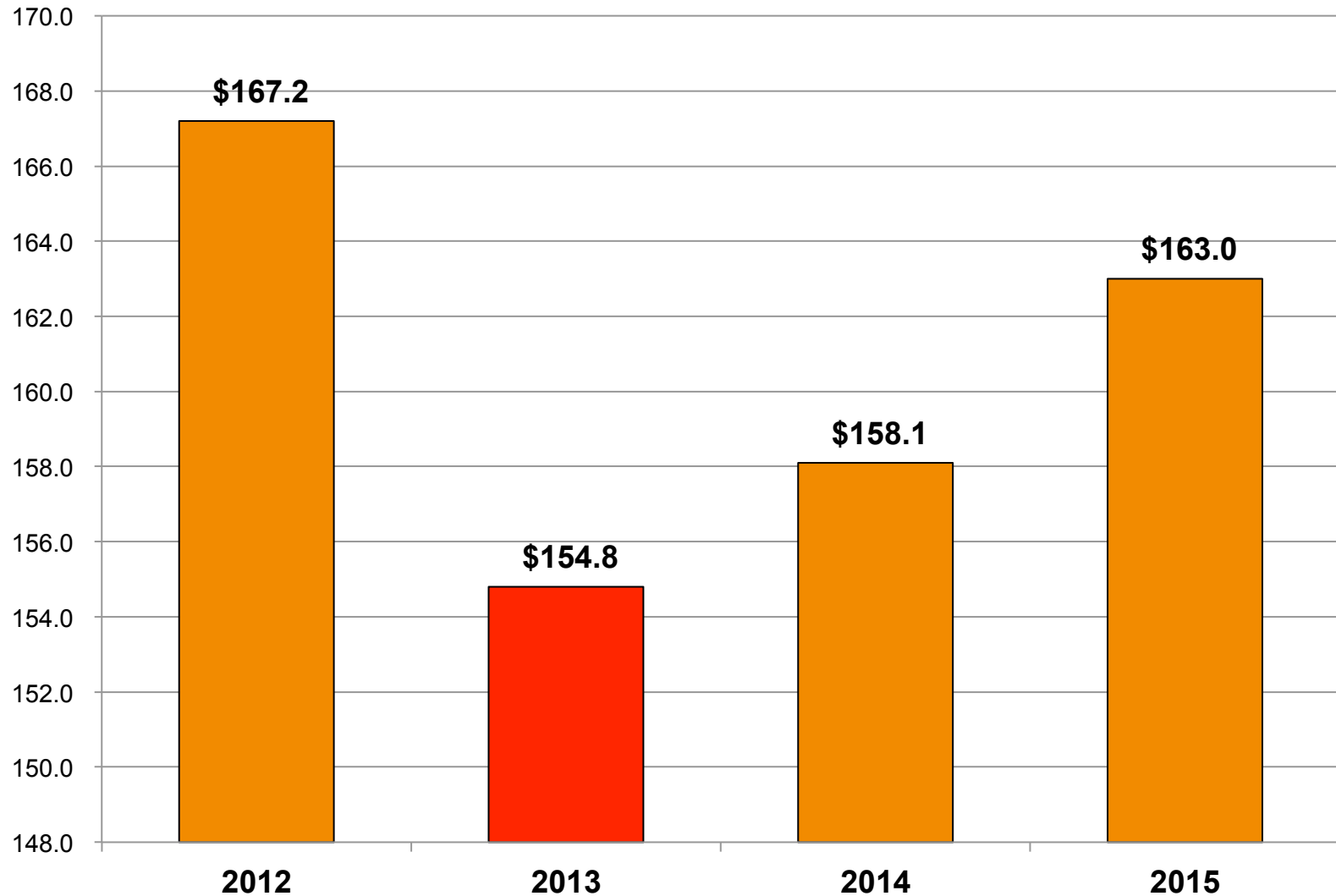
Notes:

- (a) Revenues from Basic Education Subsidy and Real Estate are projected to be flat
- (b) Revenue increases can be attributed to Retirement reimbursement from the State and Earned Income Tax increases
- (c) Increasing costs - retirement, health care, salaries
- (d) Requires 5% of current year's budgeted operating expenditures
- (e) Assumes previous year fund balance is not restored to 5%

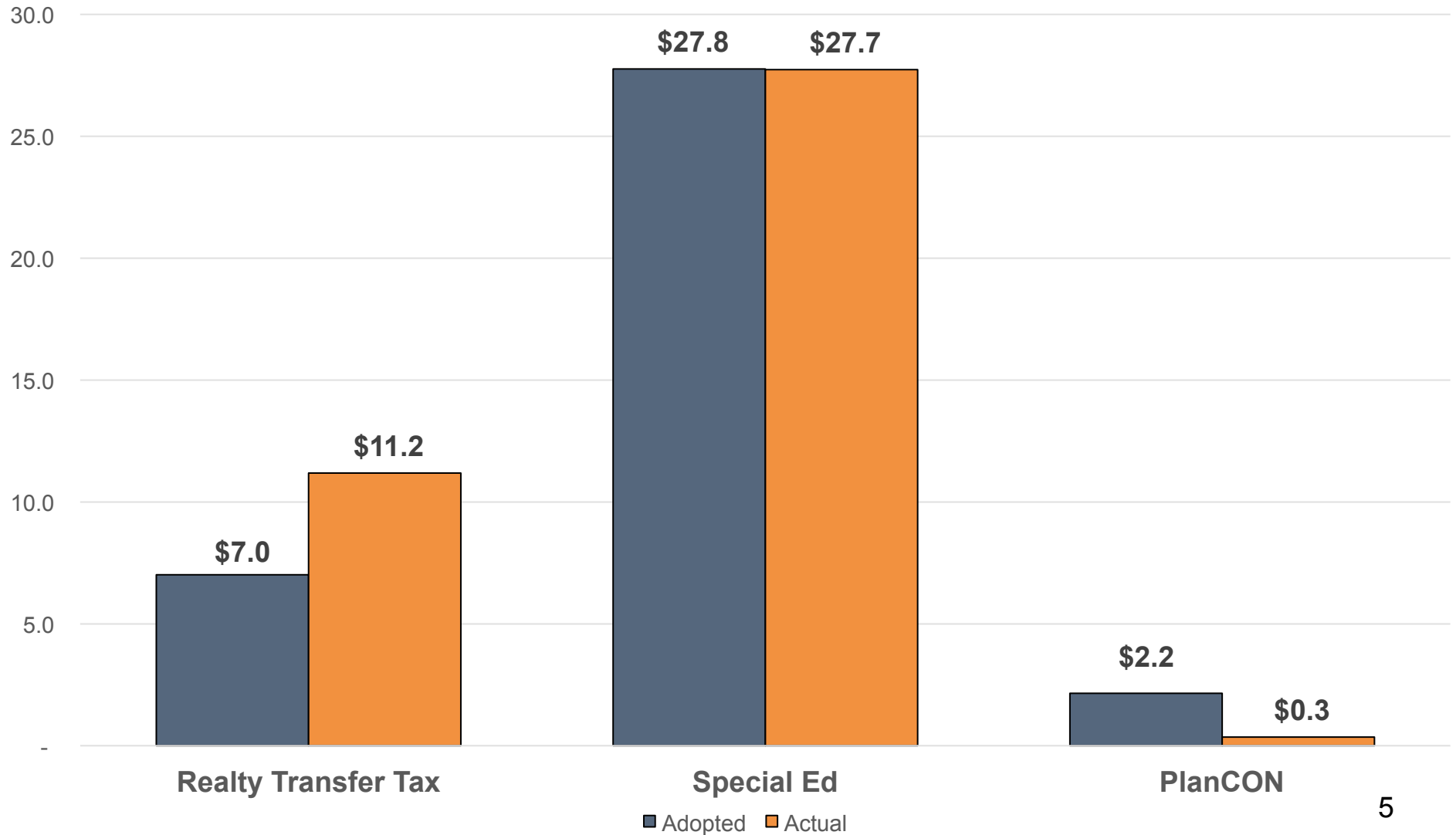
We continue to see growth in our local revenue sources



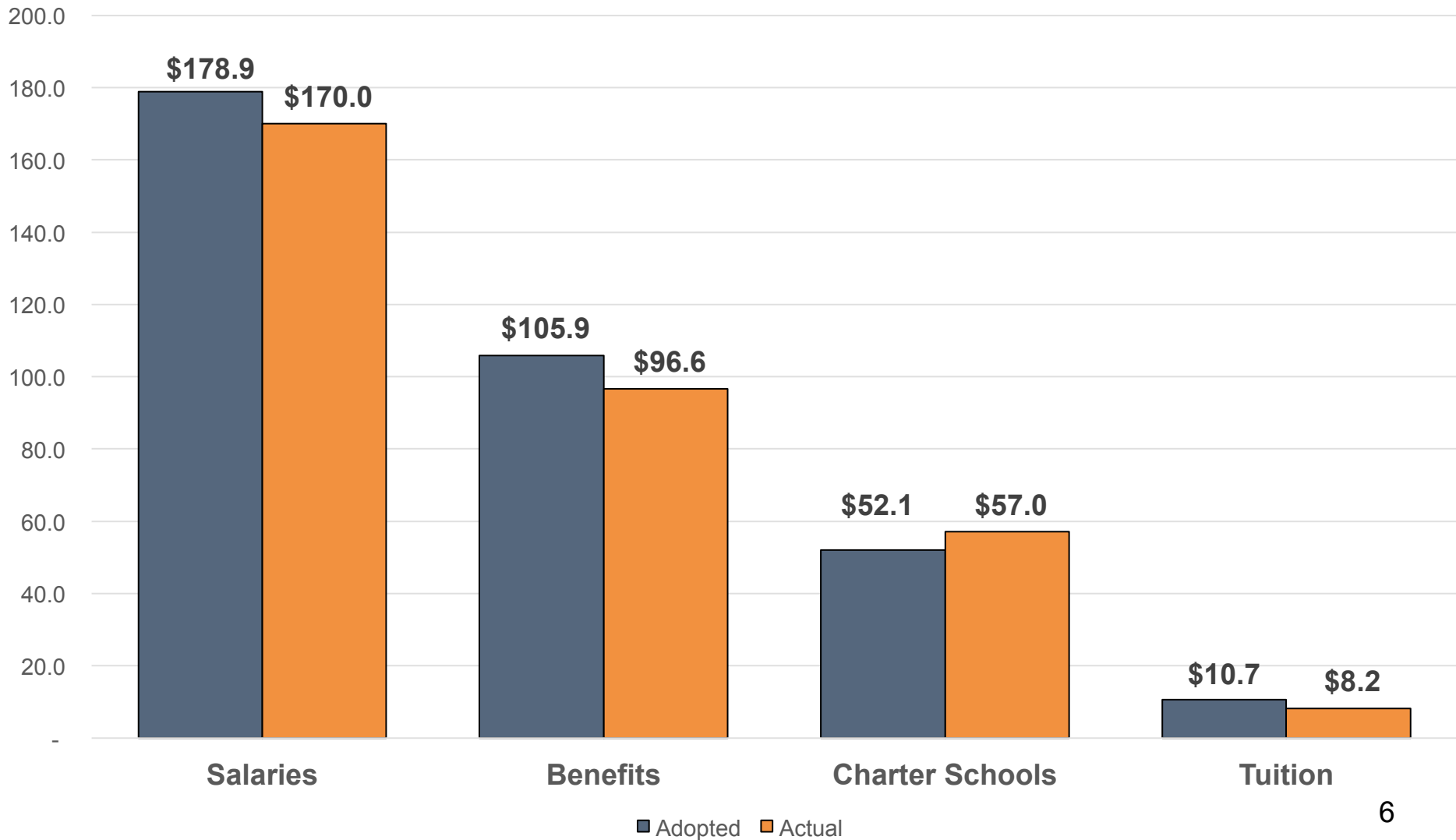
Our real estate revenue continues to rebound



Our PlanCON reimbursement was affected by the impasse



We continue to control most of our costs



Current Budget Forecast at 2015 Closing

	2015	2016 est.	2017 est.	2018 est.
Revenue (Millions) (a) (b)	\$548.80	\$552.92	\$562.35	\$569.28
Operating Expenditures (c)	\$544.78	\$561.51	\$588.27	\$603.54
Operating Surplus/ (Deficit)	\$4.02	(\$8.58)	(\$25.92)	(\$34.26)
Beginning Fund Balance	\$126.34	\$130.36	\$121.77	\$95.85
Budgeted Year-end Fund Balance	\$130.36	\$121.77	\$95.85	\$61.59
Fund Balance Compliance	Yes	Yes	Yes	Yes
Minimum Fund Balance per Board Policy #721 (d)	\$27.24	\$28.08	\$29.41	\$30.18

Funds required to comply with Fund Balance Policy (e) - Overage/ (Shortage)	\$103.12	\$93.70	\$66.44	\$31.41
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Notes:

- (a) Revenues from Basic Education Subsidy and Real Estate are projected to be flat
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- (d) Requires 5% of current year's budgeted operating expenditures
- (e) Assumes previous year fund balance is not restored to 5%

Our financial outlook continues to improve

BUDGETED YEAR-END FUND BALANCE COMPARISON (In Millions)					
	2015	2016	2017	2018	2019
2016 Budget Adoption - Dec 2015	127.26	103.69	63.84	11.87	(48.45)
2015 Closing - Mar 2016	130.36	121.77	95.85	61.59	24.73

The budget impasse is over...sort of

- Became law with the Governor's signature on March 23, 2016
- Fiscal Governor vetoed by the Governor
 - No funding for PlanCon
 - School District Allocations are unknown at this time