

OVERVIEW OF FINANCIAL STATUS



Presented To: Harpursville CSD

Presented On: January 11, 2016

Presented By: Kathy Blackman, C.P.A.
Controller, Central Business Office

Tonight's Topics

- Fund Balance Concepts
- 4 Year Overview
 - Fund Balance
 - Structural Deficit
 - Cash Flow
- Questions

Fund Balance

- **Fund Balance** is the Equity of the School District
- **Unassigned Fund Balance** is that part of Fund Balance which is not designated for reserves, tax levy reductions, etc.
- Unassigned Fund Balance is statutorily limited to 4% of the budget for the upcoming school year

Structural Deficit

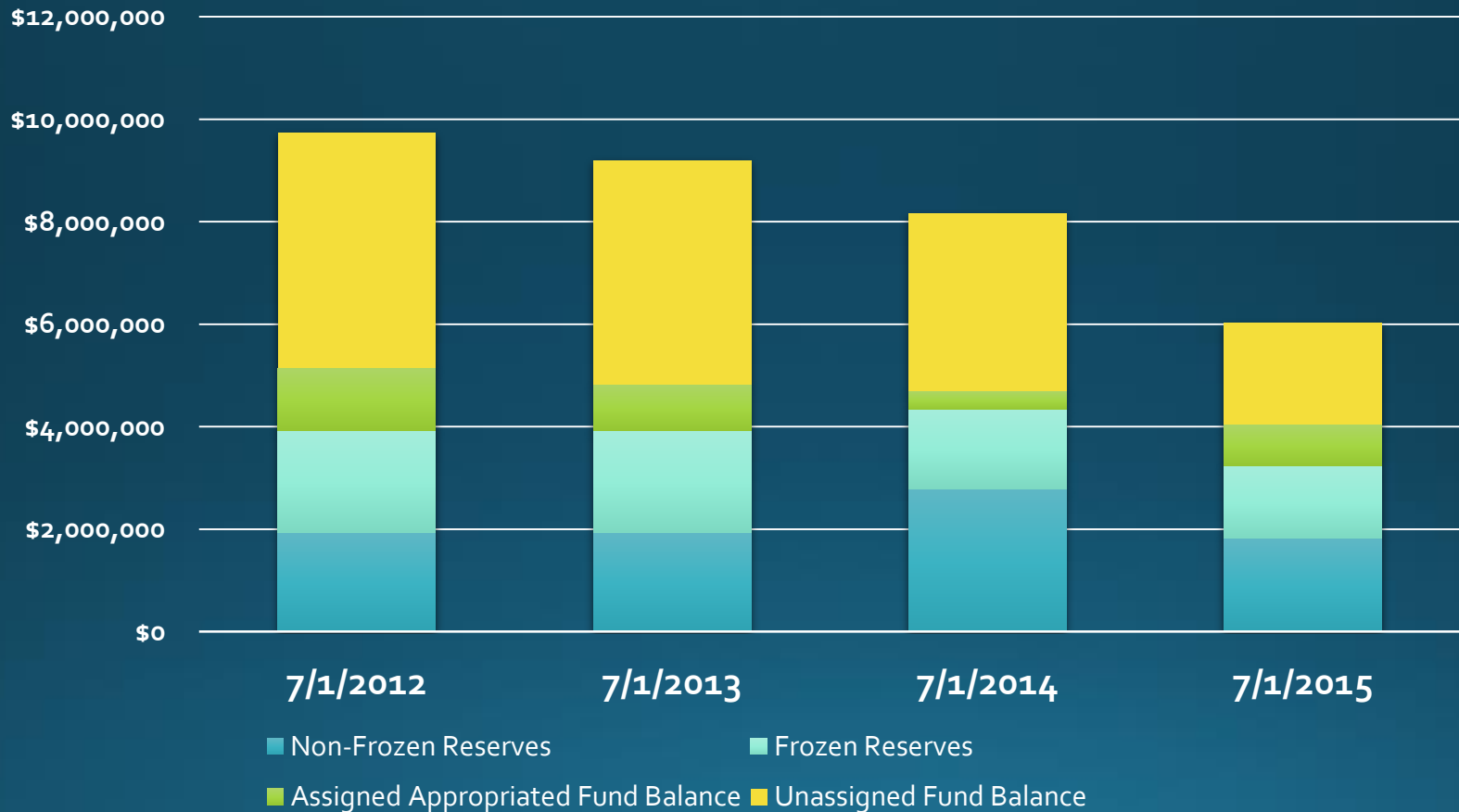
- A budget **deficit** that results from a fundamental imbalance in government receipts and expenditures, as opposed to one based on one-time or short-term factors.

4 Year Overview

Fund Balance Components

	7/1/2012	7/1/2013	7/1/2014	7/1/2015
Non-Frozen Reserves	\$1,933,621	\$1,935,013	\$2,784,198	\$1,819,113
Frozen Reserves - EBALR	\$1,997,216	\$1,997,216	\$1,550,983	\$1,417,113
Assigned Appropriated Fund Balance	\$1,211,130	\$ 883,611	\$ 362,674	\$ 803,615
Unassigned Fund Balance	\$4,584,899	\$4,378,076	\$3,454,759	\$1,982,553
TOTAL FUND BALANCE	\$9,726,866	\$9,193,916	\$8,152,614	\$6,022,394

4 Year Overview Fund Balance Components

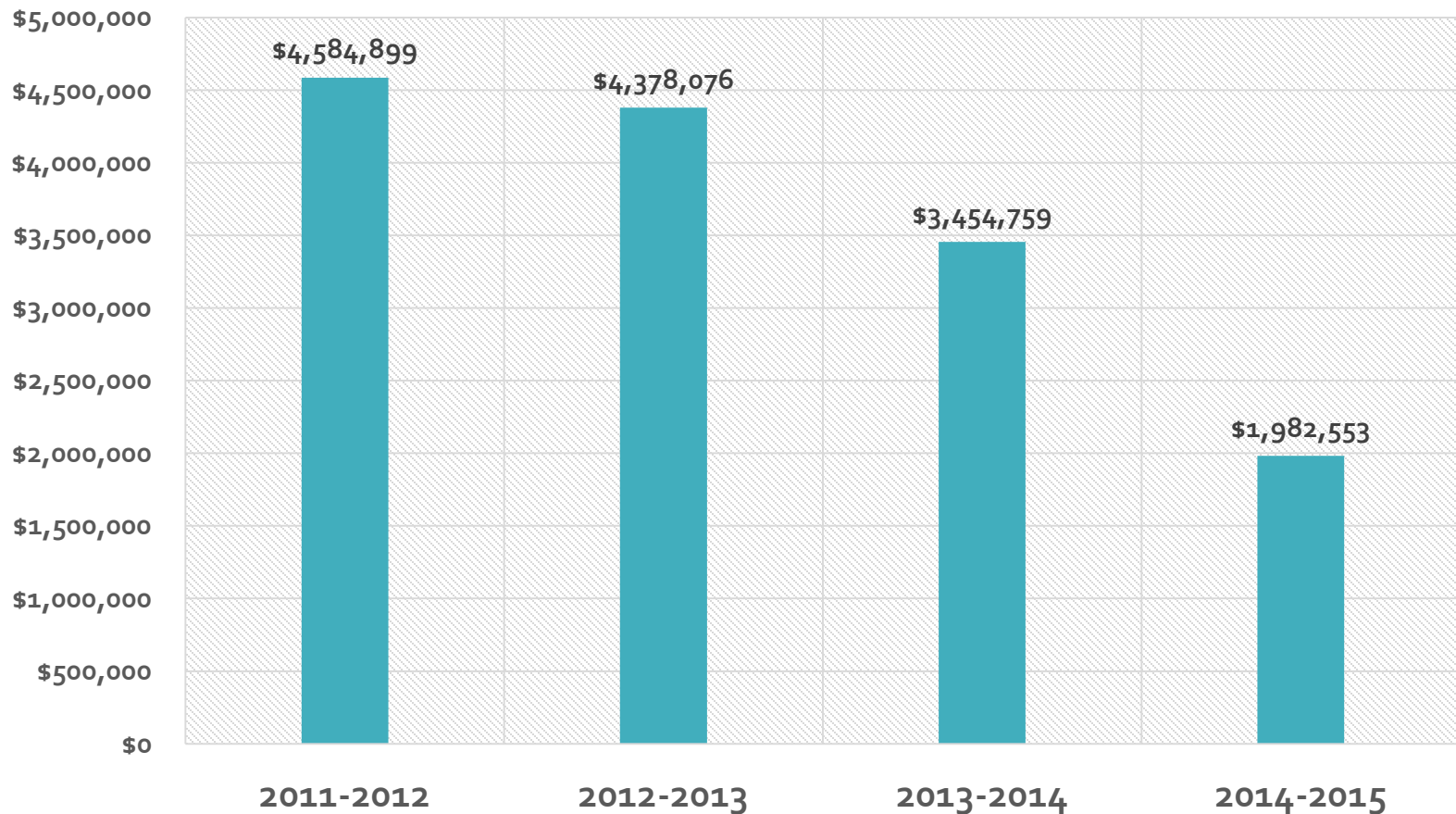


4 Year Overview Reserves & Unassigned Fund Balance

	Total Reserves as of 7/1 *	Unassigned Fund Balance as of 6/30
2011-2012	\$8,225,049	\$4,584,899
2012-2013	\$7,729,650	\$4,378,076
2013-2014	\$7,196,700	\$3,454,759
2014-2015	\$6,601,631	\$1,982,553
2015-2016	\$3,948,212	(???)

*Excludes Frozen Reserve (Employee Benefit Accrued Liability Reserve)

4 Year Overview Unassigned Fund Balance



Unassigned Fund Balance

Unassigned
Fund
Balance



Cash on
Hand

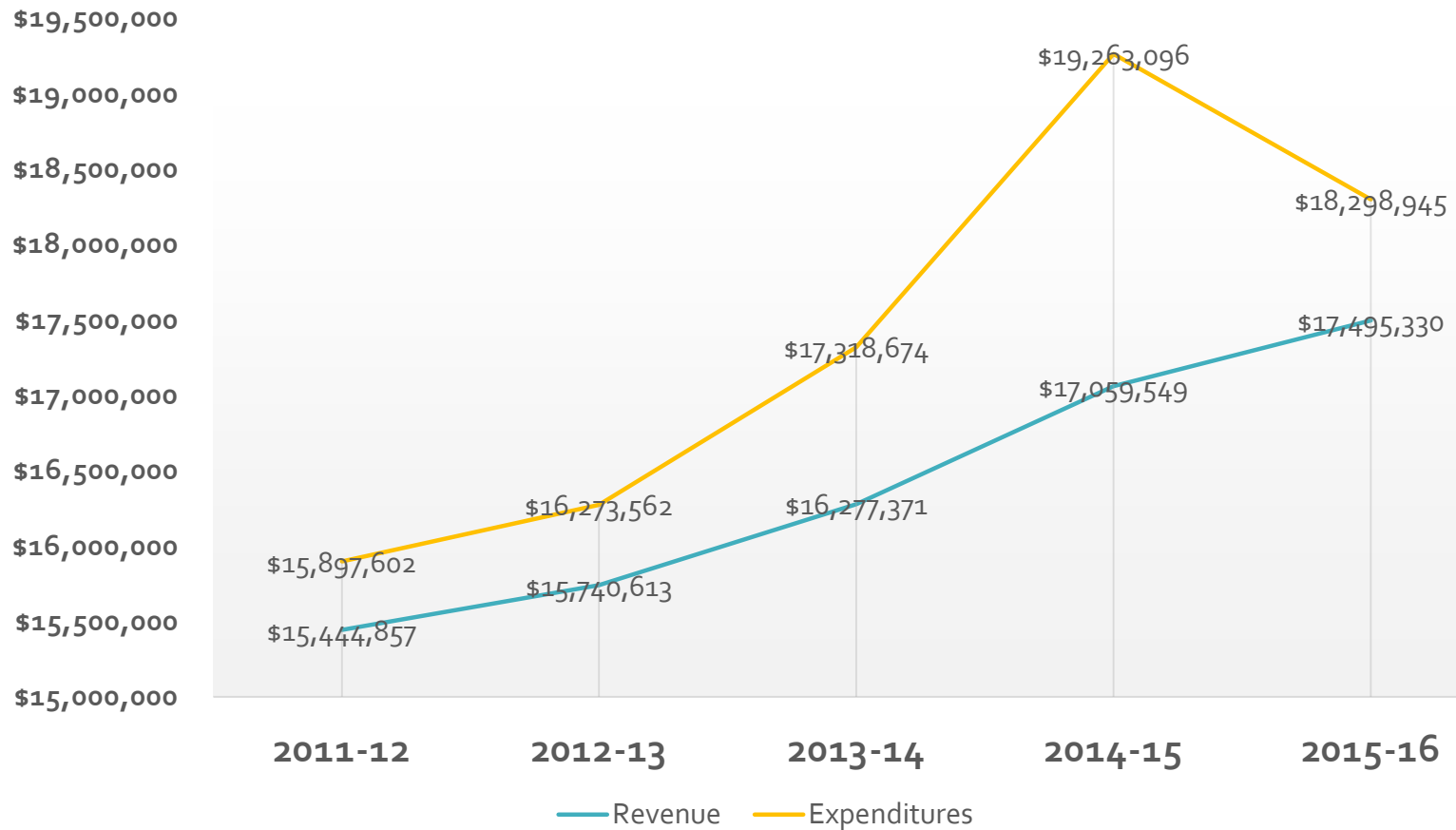
4 Year Overview

Key Components

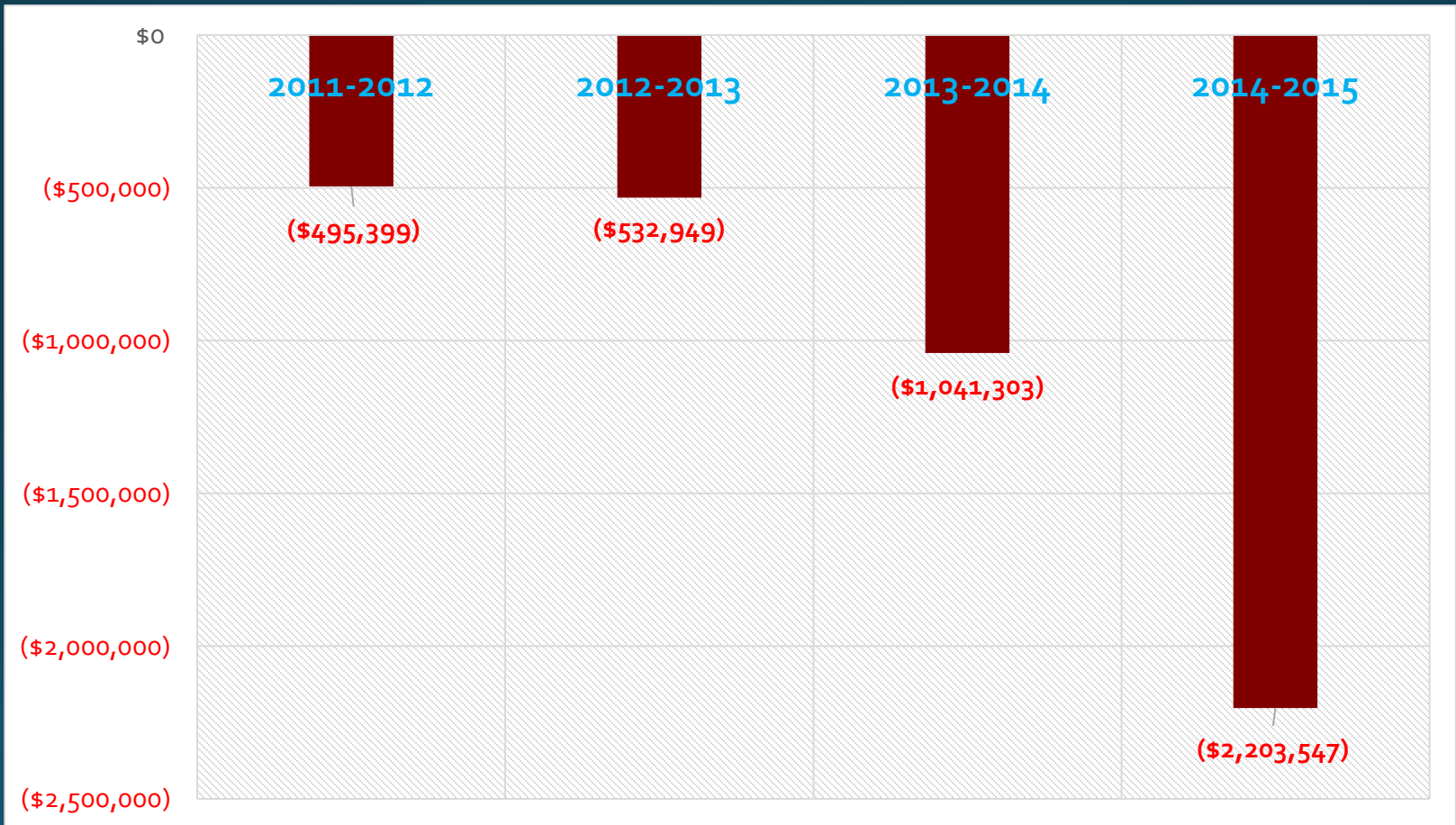
	Total Revenue	Total Expenditures	Operating Surplus/ (Structural Deficit)
2011-2012	\$15,444,857	\$15,897,602	(\$495,399)
2012-2013	\$15,740,613	\$16,273,562	(\$532,949)
2013-2014	\$16,277,371	\$17,318,674	(\$1,041,303)
2014-2015	\$17,059,549	\$19,263,096	(\$2,203,547)
2015-2016 Budget	\$17,495,330	\$18,298,945	(\$803,615)

2015-16 assumes budget = actual

4 Year Overview Revenue & Expenditures



4 Year Overview Operating Surplus/Deficit

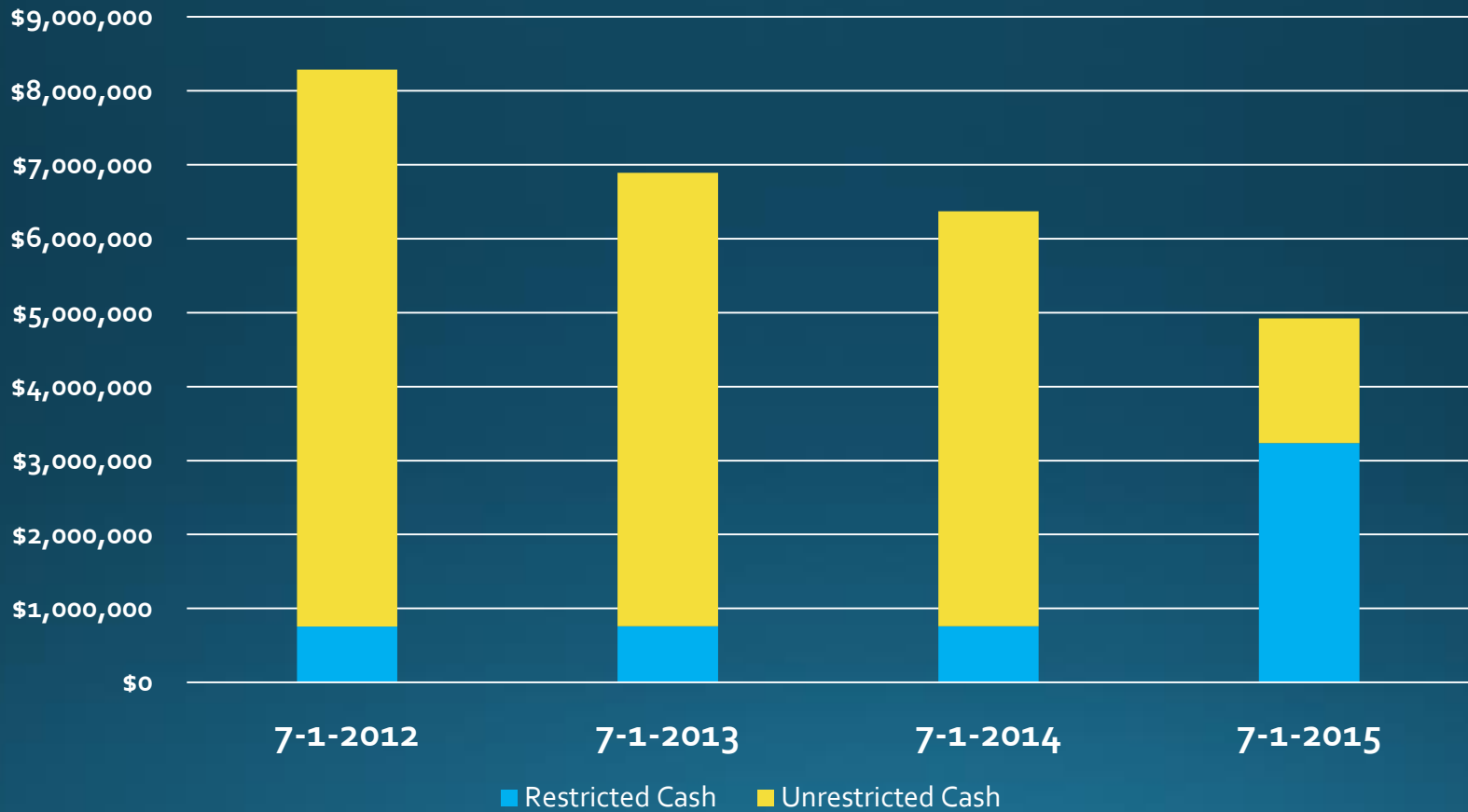


4 Year Overview Cash Balances

	Total Cash	Restricted Cash	Unrestricted Cash
June 30, 2012	\$8,286,135	\$ 756,347	\$7,529,788
June 30, 2013	\$6,889,832	\$ 757,744	\$6,132,088
June 30, 2014	\$6,370,382	\$ 758,679	\$5,611,703
June 30, 2015	\$4,923,094	\$ 3,236,226	\$1,686,868

Source: Audited Financial Statements

4 Year Overview Cash Balances



Budget Revisions

	Proposed Budget	Carryover Encumbrances	Adjusted Original Budget	Budget Revision	Final Budget
2011-2012	\$16,697,289	\$577,356	\$17,274,645	\$ 10,514	\$17,285,159
2012-2013	\$15,847,720	\$597,335	\$16,445,055	\$ 564,903	\$17,009,958
2013-2014	\$16,131,795	\$439,771	\$16,571,566	\$ 683,240	\$17,454,806
2014-2015	\$16,846,757	\$ -0-	\$16,846,757	\$ 2,746,582	\$19,593,339
2015-2016	\$18,298,945	\$ -0-	\$18,298,945	???	???

The budget revision for 2015-16 is unknown at this time.

Recommendations

Use of Retirement Contribution Reserve

Use of Employee Benefit Accrued Liability Reserve

Revenue Anticipation Note (RAN)

Factors bearing on the district

- Foundation Aid
- Gap Elimination Adjustment

Foundation aid

2015-16 Current Foundation Aid	2015-16 Foundation Aid with Full Phase -in	Variance
\$9,257,064	\$10,774,185	(\$1,517,121)

Total Variance since 2007-08 = \$23,902,044

Source: Questar III State Aid & Financial Planning Services

Gap Elimination adjustment (GEA)

	GEA
2010-11	(\$ 522,844)
2011-12	(\$1,043,818)
2012-13	(\$ 782,864)
2013-14	(\$ 446,233)
2014-15	(\$ 133,870)
2015-16	(\$ 2,678)
TOTAL	(\$2,932,307)

Source: Questar III State Aid & Financial Planning Services

CBO Transition



What's Next?

2015-16 projected budget performance

2016-17 projected revenues &
expenditures

Provide long range plan

Questions

