

Acting upon the recommendation of Aaron Butts, Treasurer, it was moved by Tavenier, seconded by Gable, that all of the following items appearing in the agenda constitute the consent calendar and are adopted by one single motion, unless a member of the Board requests that any such item be removed from the consent calendar and voted upon separately: 12-81

- that the Board approve the Flexible Spending Claims Run-Out Agreement with MCA Administrators, Inc. for the period beginning April 1, 2012 through June 20, 2012 at a cost of \$710.00.
- that the Board approve the May 2012 Five-Year Forecast per Exhibit T-1.

**Roll Call:** Tavenier, yes; Conner, yes; Andrews, yes; Gable, yes. President declared motion carried.

Acting upon the recommendation of Russell Chaboudy, Superintendent, it was moved by Conner, seconded by Gable, that all of the following items appearing in the agenda constitute the consent calendar and are adopted by one single motion, unless a member of the Board requests that any such item be removed from the consent calendar and voted upon separately: 12-82

- that the Board grant supplemental contracts for extended time to the following employees for summer 2012 and/or 2012-13 school year:

**GUIDANCE COUNSELORS (12.5 days)**

**Michelle Berentz  
Kimberly Hibian  
Jennifer Horner**

**SPECIAL SERVICES**

**Colleen Campriani-Romas – Speech/Language Pathologist (7 days)  
Jennifer Hudak – Speech/Language Pathologist (7 days)  
Naia Oden – School Psychologist (9 days)  
Margo Seibert – School Psychologist (7 days)  
Sarah Stephan – School Psychologist (7 days)**

**TECHNOLOGY DEPARTMENT**

**Megan Hutnick - up to, but not to exceed 25 days  
Kelly Kendrick - up to, but not to exceed 25 days  
Michael McArdle - up to, but not to exceed 20 days**

**COVENTRY LOCAL SCHOOL DISTRICT -- SUMMIT COUNTY**  
**SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**ACTUAL AND FORECASTED OPERATING FUND**

	Actual			Forecasted					
	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	
<b>Revenue:</b>									
1.010 General Property Tax (Real Estate)	8,862,218	8,242,454	9,812,908	10,053,589	8,248,259	7,101,097	6,135,588	5,348,447	
1.020 Tangible Personal Property Tax	215,049	81,586	-53,741	494,796	482,256	425,743	401,898	378,821	
1.030 Income Tax	0	0	0	0	0	0	0	0	
1.035 Unrestricted Grants-in-Aid	3,533,211	3,323,954	3,750,097	3,327,242	3,317,728	3,293,433	3,294,835	3,227,505	
1.040 Restricted Grants-in-Aid	134,077	248,935	468,821	108,301	9,332	9,332	9,332	9,332	
1.050 Property Tax Allocation	1,644,634	1,796,599	1,912,120	1,583,489	1,175,601	1,024,408	897,184	793,231	
1.060 All Other Revenues	5,094,025	5,502,931	4,782,628	5,826,150	5,801,100	5,803,600	5,748,600	5,748,600	
<b>1.070 Total Revenues</b>	<b>19,483,213</b>	<b>19,196,459</b>	<b>20,472,831</b>	<b>21,393,546</b>	<b>19,014,276</b>	<b>17,857,813</b>	<b>16,487,438</b>	<b>15,501,938</b>	
<b>Other Financing Sources:</b>									
2.010 Proceeds from Sale of Notes	2,200,000	3,785,175	0	0	0	0	0	0	
2.020 State Emergency Loans and Advancements	0	0	0	0	0	0	0	0	
2.040 Operating Transfers-in	2,132	2,858	7,343	0	0	0	0	0	
2.050 Advances-in	278,144	8,864	662,760	274,400	0	0	0	0	
2.060 All Other Financing Sources	42,495	11,714	27,912	1,500,020	0	0	0	0	
<b>2.070 Total Other Financing Sources</b>	<b>2,520,771</b>	<b>3,808,611</b>	<b>698,015</b>	<b>1,774,420</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>2.080 Total Revenues and Other Financing Sources</b>	<b>22,003,984</b>	<b>23,005,070</b>	<b>21,170,846</b>	<b>23,167,966</b>	<b>19,014,276</b>	<b>17,857,813</b>	<b>16,487,438</b>	<b>15,501,938</b>	
<b>Expenditures:</b>									
3.010 Personal Services	11,641,584	11,201,053	11,889,783	12,001,735	10,910,394	10,959,183	10,959,183	10,959,183	
3.020 Employees' Retirement/Insurance Benefits	4,924,425	4,859,860	4,757,993	4,102,051	4,957,811	5,174,242	5,385,368	5,737,599	
3.030 Purchased Services	2,257,589	2,597,143	2,912,587	3,607,493	3,662,091	3,738,345	3,849,933	3,998,289	
3.040 Supplies and Materials	370,583	430,941	388,771	414,023	415,683	416,820	417,988	418,668	
3.050 Capital Outlay	207,898	186,779	428,734	245,392	97,846	98,825	99,813	100,811	
3.060 Intergovernmental	0	0	0	1,559,953	102,365	88,778	75,191	70,000	
<b>Debt Service:</b>									
4.010 Principal-All (History Only)	2,654,922	2,254,099	784,499	0	0	0	0	0	
4.020 Principal-Notes	0	0	0	0	0	0	0	0	
4.030 Principal-State Loans	0	0	0	0	0	0	0	0	
4.040 Principal-State Advancements	0	0	0	0	0	0	0	0	
4.050 Principal-HB 284 Loans	0	0	0	168,997	176,637	184,623	192,970	123,978	
4.055 Principal-Other	0	0	0	57,000	124,000	127,000	129,000	137,000	
4.060 Interest and Fiscal Charges	241,210	242,315	178,722	483,615	171,942	159,887	147,028	133,368	
4.300 Other Objects	258,962	361,750	303,208	177,517	179,282	181,085	182,896	184,725	
<b>4.500 Total Expenditures</b>	<b>22,557,131</b>	<b>22,133,940</b>	<b>21,424,297</b>	<b>22,817,776</b>	<b>20,797,843</b>	<b>21,128,768</b>	<b>21,439,350</b>	<b>21,863,801</b>	
<b>Other Financing Uses</b>									
5.010 Operating Transfers-Out	36,600	37,858	45,308	0	0	0	0	0	
5.020 Advances-Out	7,864	283,760	271,678	0	0	0	0	0	
5.030 All Other Financing Uses	0	0	0	400,000	0	0	0	0	
<b>5.040 Total Other Financing Uses</b>	<b>44,464</b>	<b>301,618</b>	<b>316,986</b>	<b>400,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>5.050 Total Expenditures and Other Financing Uses</b>	<b>22,601,595</b>	<b>22,435,558</b>	<b>21,741,283</b>	<b>23,217,776</b>	<b>20,797,843</b>	<b>21,128,768</b>	<b>21,439,350</b>	<b>21,863,801</b>	
<b>Excess of Rev &amp; Other Financing Sources over (under) Expenditures and Other Financing Uses</b>									
6.010	-597,611	569,512	-570,437	-49,810	-1,783,567	-3,471,155	-4,951,913	-8,361,665	
<b>Cash Balance July 1 - Excl Proposed Renewal/Replacement and New Levies</b>									
7.010	648,346	50,735	620,247	49,810	0	-1,783,567	-5,254,722	-10,206,635	
<b>7.020 Cash Balance June 30</b>	<b>50,735</b>	<b>620,247</b>	<b>49,810</b>	<b>0</b>	<b>-1,783,567</b>	<b>-5,254,722</b>	<b>-10,206,835</b>	<b>-18,568,300</b>	
8.010 Estimated Encumbrances June 30	1,840	98,405	183,259	0	75,000	75,000	75,000	75,000	
<b>Reservation of Fund Balance</b>									
9.010 Textbooks and Instructional Materials	0	0	0	0	0	0	0	0	
9.020 Capital Improvements	0	0	0	0	0	0	0	0	
9.030 Budget Reserve	0	0	0	0	0	0	0	0	
9.040 DPIA	0	0	0	0	0	0	0	0	
9.050 Debt Service	0	0	0	0	0	0	0	0	
9.060 Property Tax Advances	0	0	0	0	0	0	0	0	
9.070 Bus Purchases	0	0	0	0	0	0	0	0	
9.080 Subtotal	0	0	0	0	0	0	0	0	
<b>10.010 Fund Balance June 30 for Certification of Appropriations</b>	<b>49,095</b>	<b>521,842</b>	<b>-113,449</b>	<b>0</b>	<b>-1,858,567</b>	<b>-5,328,722</b>	<b>-10,281,635</b>	<b>-18,643,300</b>	
<b>Rev from Replacement/Renewal Levies</b>									
11.010 Income Tax - Renewal	0	0	0	0	0	0	0	0	
11.020 Property Tax - Renewal or Replacement	0	1,828,157	2,968,413	0	1,828,157	2,968,413	4,090,384	5,013,953	
<b>11.030 Cumulative Balance of Replacement/Renewal Levies</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,828,157</b>	<b>4,596,589</b>	<b>8,688,954</b>	<b>13,700,907</b>	
<b>12.011 Fund Balance June 30 for Certification of Contracts, Salary and Other Obligations</b>	<b>49,095</b>	<b>521,842</b>	<b>-113,449</b>	<b>0</b>	<b>-230,411</b>	<b>-733,153</b>	<b>-1,594,681</b>	<b>-2,942,393</b>	
<b>Revenue from New Levies</b>									
13.010 Income Tax - New	0	0	0	0	0	0	0	0	
13.020 Property Tax - New	0	0	0	0	0	0	0	0	
<b>13.030 Cumulative Balance of New Levies</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
14.010 Revenue from Future State Advancements	0	0	0	0	0	0	0	0	
<b>15.010 Unreserved Fund Balance June 30</b>	<b>49,095</b>	<b>521,842</b>	<b>-113,449</b>	<b>0</b>	<b>-230,411</b>	<b>-733,153</b>	<b>-1,594,681</b>	<b>-2,942,393</b>	
<b>ADM Forecasts</b>									
20.010 Kindergarten - October Count				154	150	150	145	140	
20.015 Grades 1-12 - October Count				1,505	1,475	1,475	1,450	1,400	
20.02 Kindergarten - February Count				155	150	150	145	140	
20.025 Grades 1-12 - February Count				1,508	1,475	1,475	1,450	1,400	

## Notes to Five Year Forecast

Coventry Local School District  
Summit County  
Five Year Forecast Assumptions

### REVENUES

#### Property Taxes

The district was at the twenty-mill floor. Due to a drop in property value of -10.84% it has come off the 20 mill floor. Reappraisals are conducted every six years with an update in the third year.

	<u>3 year update</u>	<u>6 year reappraisal</u>
Summit County	2014	2011
		(half collected FY12 & half collected FY13)

Forecast assumes Summit County real estate property values at 0% for calendar year 2012 through 2016. Forecast also assumes an average .10% increase in new construction for 2012 through 2016.

In FY13 the forecast assumes the reduction of (\$327,750) which is the amount of a bond used to purchase the high school. This bond is not general fund related and therefore should not be included in the general fund.

#### Tangible –Public Utility Personal Property

Starting in FY12 the forecast assumes the correct placement of \$494,796 on the Tangible Personal Property tax line of the forecast. Prior to FY12, this amount was built into the property tax allocation line.

#### Restricted Grants-in-Aid (SFSF & Career Tech)

FY12 funding is based on the April #1 Bridge Formula. For FY13-FY16 the forecast assumes a decline in enrollment. In FY12 the district assumes a decrease in funding based on the elimination State Fiscal Stabilization Fund (SFSF). The Jobs Ed funding of \$212,718 will be eliminated at the end of FY12.

#### Unrestricted Restricted Grants-in-Aid (state foundation)

For FY12, the forecast assumes the basic aid through the bridge formula of \$3,189,674 with an accumulated reduction of \$26,000 in FY14-FY16.

#### Property Tax Allocation (homestead & rollback)

The property tax allocation is calculated as a fixed percentage of real property tax receipts. The growth in this revenue parallels the anticipated growth in real property taxes. In FY12, this line was reduced by (\$494,796), this amount was moved to the correct line in the forecast titled Tangible Personal Property Tax.

#### All Other Revenues

These receipts are primarily for open enrollment and court placed students coming into the district. In FY12 the forecast assumes a receipt of \$50,000, \$52,500 in FY13 and \$55,000 in FY14 from the leasing of Lakeview Elementary. This forecast also projects the sale of school buses in the amount of \$27,550.

## **EXPENDITURES**

### **Personal Services and Benefits**

For FY12 the amounts for salaries and benefits are based on negotiated increases for the classified staff of 1% and 0% for certified staff. The forecast assumes 0% base raise for all staff in FY13. In FY14-FY16, the forecast assumes a 0% base raise and step freeze for all staff.

Due to the financial instability and a projected deficit for the end of FY12 the district implemented a mid-year reduction in force (RIF) of classified positions. The forecast assumes a savings of over \$139,000 through the RIF. In FY13, the forecast assumes the other half of FY12 mid-year reductions in the amount of \$139,000 and an additional RIF of classified, certified and administrative staff that will save \$1,600,000.

### **Retirements and Benefits**

In FY12, the district moved their insurance plan to the Stark County Council of Government (COG). The COG is a large consortium that will provide immediate benefits of being in a larger insured pool. The larger pool will ensure the district receives greater insurance discounts through the preferred provider organization (PPO).

In FY12, the COG has deferred four month of premium payments and two months of run out in order to help get Coventry to a positive yearend balance. The COG will assess a .75% interest rate and the repayments of \$260,000 will begin in FY14 through FY19.

In FY13 the COG has secured a 5% insurance renewal. The forecast assumes a 10% renewal in FY14-FY16.

### **Purchased Services**

In FY12, the district added a busing contract for the purpose of providing new buses and transportation of students throughout the school year. This contract will also provide the building of a new bus garage with the appropriate space needed to maintain the bus fleet. The contracted cost is in the amount of \$431,592.

In FY12, the forecast assumes a reduction in utility expenses at Lakeview as that building is no longer occupied by Coventry students.

In FY12 the forecast assumes the reduction of various transportation related expenses in the amount of \$125,848. It also assumes a 1% increase for FY12-FY16.

Finally, in FY12 and FY13 the forecast assumes a reduction of \$130,000 in the elimination of various contracts and budget restructuring.

For FY13-FY16, the forecast assumes 1% increase

### **Supplies and Materials**

In FY12, the forecast assumes a reduction in transportation and Lakeview expenses totaling \$65,348. Also in FY12, the forecast assumes a budget reduction of \$140,000. For FY13-FY16 the forecast assumes a 1% increase.

### **Capital Outlay**

In FY12-FY13 the forecast assumes a reduction of expenses in the amount of \$300,000. In FY12-FY16, the forecast assumes a 1% increase.

### **Other Objects**

Other objects include expenditures for county auditor/treasurer fees and Summit County Educational Service center costs. Auditor/treasurer fees are calculated at 3% of real and personal property tax receipts.

Aaron Butts  
Treasurer / CFO  
Coventry Local Schools  
5-22-2012