

## Minutes of Finance Committee Meeting

**Date of Meeting:** Wednesday, November 22, 2017  
**Call to Order:** 7:30 a.m.  
**District Attendees:** Mr. Wade, Mr. Stepanovic, Mr. Cosgrove, Mr. Wilson and Mr. Meyer  
**Other Attendees:** Jeannette Blankenship and Board Members Elect--John Withrow, Shannon Sullivan Green and Kathryn Talty

The meeting was called to order at approximately 7:30 a.m.

### Approval of 10/16/17 Committee Meeting Minutes

Upon motion from Mr. Meyer and seconded by Mr. Cosgrove, the minutes of the October 16, 2017 finance committee meeting were approved as presented.

### Monthly Financial Update

Next, Treasurer Wilson provided his monthly financial update noting that the District is largely tracking to budget from both an expense and a revenue standpoint. General fund year-to-date receipts total \$5,698,445, which represents about 40% of total budgeted revenue and about a 2% decrease from the same period last fiscal year, and total general fund expenditures year-to-date are \$4,940,821, which represents about 33% of total budgeted expenditures and about a 3.6% increase over the same period last year.

### Monthly Enrollment Summary

Next, Mr. Wade provided an update on District enrollment noting that the District currently has 1,183 in-district students enrolled, which is a decrease of 11 students since the beginning of the school year.

### Future Levy Planning

Next, Mr. Wade and Mr. Wilson led a discussion focused on the future revenue needs of the District based on the General Fund Five-Year Forecast that was prepared by Mr. Wilson and certified on October 23, 2017. Based on the Five-Year Forecast, the District will be running at a deficit for each year of the forecast period. Deficits are estimated to be \$1,006,100 in 17-18, \$1,096,118 in 18-19, \$1,616,141 in 19-20, \$2,181,991 in 20-21 and \$2,716,705 in 21-22 and the District's operating fund reserve (\$3,769,143 at the beginning of the 17-18 fiscal year) will be virtually depleted by the end of the 19-20 fiscal year (estimated balance of \$50,784). Discussion ensued about the need to seek new money through a tax levy, the right time to put such a levy on the ballot and the right amount of money to seek through the levy, with the discussion focusing on a range of 4.9 to 6.0 mills in either 2018 or 2019. Mr. Wilson prepared a summary that showed a 4.9 mill levy approved in 2018 would leave the District with a positive cash balance of approximately \$720,000 at the end of the 2021-2022 fiscal year and that a 5.9 mill levy approved in 2018 would leave the District with a positive cash balance of approximately \$1.85 million whereas a 4.9 mill levy approved in 2019 would leave the District with a negative cash balance of approximately \$865,000 at the end of the 2021-2022 fiscal year and a 5.9 mill levy approved in 2019 would leave the District with a negative cash balance of approximately \$50,000. The takeaway being that the District needs to consider both the amount of the millage and the timing of the levy in order to ensure the financial stability of the District through the end of the Five-Year Forecast period.

Finally, Mr. Wade also indicated that the District will need to renew the 2014 operating levy and he noted that the renewal can be placed on the ballot in either 2018 or 2019.

There were no questions from the public and the meeting adjourned at approximately 9:25 a.m.