

# Twinsburg City School District

## Summit County Ohio



### **Fiscal Year End Review**

Fiscal Year 2023-2024

Presented By: *Julia Rozsnyai, Treasurer/CFO*  
July 17, 2024

# Finance Team

- The Financial Team's priorities include to assist the Board and Administration to being good stewards of your tax dollars and to be transparent in our financial analysis and reporting.
- As the Treasurer of the District, I am committed to constantly looking for new ways to:
  - Bring additional revenues
  - Recommend cost reduction where possible
  - Bring the office to the next level with improved internal processes
  - Increase responsiveness and timeliness in assisting our staff, students and parents
  - Work as a team with the Board, Superintendent, Administrative team, staff and community members in the best interest of the District



# Student Fiscal Data Quick Overview

- Twinsburg City Schools Classroom Instruction:
  - ❖ Spent 70.6 % on classroom instruction (2023 Report Card Financial Data)
- Twinsburg City Schools Operating Expenditure Per Pupil and Revenues by Source Per-Pupil

(next slide)



# FY2023 District Profile Report

Ohio Department Of Education & Workforce  
Office of Budget and School Funding

## District Profile Report for

	Twinsburg City SD, Summit			Comparison District 1	Comparison District 2	Comparison District 3
	050070			049171	050021	050047
	Twinsburg City SD, Summit	Similar Districts Average	Statewide Average of All Districts	Aurora City SD, Portage	Hudson City SD, Summit	Nordonia Hills City SD, Summit
<b>E - Operating Expenditure Per-pupil Data (FY23)</b>						
40 Administration Expenditure Per-pupil	\$2,206.23	\$1,902.74	\$2,083.42	\$1,732.93	\$2,285.86	\$1,955.33
41 Building Operation Expenditure Per-pupil	\$2,531.98	\$2,624.31	\$3,090.23	\$2,506.32	\$2,912.53	\$3,342.88
42 Instructional Expenditure Per-pupil	\$9,962.14	\$9,060.92	\$8,803.30	\$10,239.38	\$10,413.03	\$10,421.11
43 Pupil Support Expenditure Per-pupil	\$1,161.78	\$1,169.31	\$956.79	\$1,168.31	\$1,345.38	\$1,974.76
44 Staff Support Expenditure Per-pupil	\$259.43	\$464.22	\$501.87	\$515.52	\$526.27	\$344.02
45 Total Operating Expenditure Per-pupil	\$16,121.56	\$15,221.50	\$15,427.50	\$16,162.47	\$17,483.07	\$18,038.09
<b>F - Revenue By Source Data (FY23)</b>						
46 State Revenue Per-pupil	\$2,582.96	\$3,249.26	\$6,860.50	\$2,944.17	\$3,725.11	\$2,701.04
47 % of State Revenue	17.78%	20.92%	40.46%	18.89%	21.30%	14.28%
48 Local Revenue Per-pupil	\$9,968.33	\$10,346.52	\$6,903.17	\$10,874.70	\$11,054.37	\$14,046.64
49 % of Local Revenue	68.61%	63.83%	40.30%	69.79%	63.21%	74.28%
50 Other Non-Tax Revenue Per-pupil	\$999.91	\$1,280.86	\$1,196.60	\$1,023.26	\$1,441.05	\$1,143.93
51 % of Other Non-Tax Revenue	6.88%	8.09%	7.04%	6.57%	8.24%	6.05%
52 Federal Revenue Per-pupil	\$978.28	\$1,125.15	\$2,153.59	\$739.86	\$1,267.69	\$1,019.82
53 % of Federal Revenue	6.73%	7.16%	12.19%	4.75%	7.25%	5.39%
54 Total Revenue Per-pupil	\$14,529.48	\$16,001.79	\$17,113.86	\$15,581.99	\$17,488.22	\$18,911.44



# Fiscal Year 2024 Highlights ...



- Revenue highlights:
  - Renewal levy passed in November 2023, thanks to our supportive community
  - State Foundation formula temporarily brought us \$1.3 million more
  - Investment Income increased & maximized as Federal Reserve kept interest rates high
- Expenditure highlights:
  - Expenses stayed at expectations. With the implementation of the Expenditure Reduction Plan, it leveled out



# Summary of Account Types

## **General Fund**

The general fund accounts for the general operations of the District. The District's operating levy revenues flow into the General Fund. This fund accounts for and reports all financial resources not accounted for and reported in another fund. The general fund balance is available to the school district for any purpose provided it is disbursed or transferred in accordance with Ohio law.

## **Special Revenue Funds**

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

## **Bond Retirement Funds**

Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

## **Capital Improvement Funds**

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

## **Proprietary Funds**

Includes both Enterprise Funds, funds that account for any activity for which a fee is charged to external users for goods and services, and Internal Service Funds, funds used to account for the financing of goods and services provided by one department or agency to other departments or agencies.



# Let's get to the numbers ...

## General Funds Overview for FY 2024:

### TWINSBURG CITY SCHOOLS Cash Summary Report

	Code	Fund Description	Initial Cash	MTD Received	FYTD Received	MTD Expended	FYTD Expended	Fund Balance	Encumbrance	Unencumbered Balance
Code:	001		\$ 19,236,244.49	\$ 2,729,738.46	\$ 58,091,969.18	\$ 5,128,892.14	\$ 59,057,645.28	\$ 18,270,568.39	\$ 1,240,539.71	\$ 17,030,028.68

## Permanent Improvement Funds Overview for FY 2024:

### TWINSBURG CITY SCHOOLS Cash Summary Report

	Code	Fund Description	Initial Cash	MTD Received	FYTD Received	MTD Expended	FYTD Expended	Fund Balance	Encumbrance	Unencumbered Balance
Code:	003		\$ 5,224,227.76	\$ 135,750.61	\$ 2,193,089.94	\$ 91,791.97	\$ 2,480,016.06	\$ 4,937,301.64	\$ 1,106,285.58	\$ 3,831,016.06



# Real Estate Tax Received Spring 2023 Compared to 2024

	GENERAL FUND	GENERAL FUND	GENERAL FUND 86A	GENERAL FUND 18R	GENERAL EM FUND	GENERAL EM FUND 19R	GENERAL FUND 12A	GENERAL FUND 17A	GENERAL EM FUND	PERM IMP FUND 08R	TOTAL
<b>TOTAL GROSS DISTRIBUTION 2024</b>	6,587,806	1,169,267	1,197,681	2,586,197	2,493,089	1,918,732	2,108,934	3,298,559	3,267,011	1,024,685	25,651,960
<b>TOTAL GROSS DISTRIBUTION 2023</b>	5,886,232	1,156,317	1,186,373	2,564,058	2,501,328	1,933,297	2,091,058	3,264,632	0	1,015,911	21,599,206
<b>DIFF TOTAL GROSS DIST 2024-2023</b>	701,574	12,950	11,308	22,139	(8,239)	(14,566)	17,875	33,928	3,267,011	8,775	4,052,754

# How does this compare to the prior FYs?

- We have managed to decrease our deficit spending, to levels prior to FY2021. Below you can see a quick comparison of the last 5 fiscal year's **general fund** revenues and expenses:

TWINSBURG CITY SCHOOLS			
	Revenues	Expenditures	DEFICIT SPENDING
Fiscal Year 2020	\$49,712,633	\$50,032,373	-\$319,740
Fiscal Year 2021	\$50,369,872	\$53,495,132	-\$3,125,260
Fiscal Year 2022	\$50,443,346	\$54,453,016	-\$4,009,670
Fiscal Year 2023	\$52,650,710	\$58,796,948	-\$6,146,238
Fiscal Year 2024	\$58,091,969	\$59,057,645	-\$965,676



# Maximized revenues during FY2024, by:

	STAR OH account			REDTREE Investments			Huntington Bank		
	Month End Fund Balance	Interest Received	Interest Yield	Month End Balance	Interest Received	Interest Yield	Month End Balance	Interest Received	Interest Yield
July 2023	\$ 23,274,367	\$ 83,693	5.46%	\$ 9,984,458	\$ 13,625	3.09%	\$ 3,485,912	\$ -	
August 2023	\$ 24,390,892	\$ 116,524	5.52%	\$ 10,004,909	\$ 12,441	3.13%	\$ 2,720,166	\$ -	
September 2023	\$ 19,292,961	\$ 102,069	5.56%	\$ 10,011,580	\$ 4,728	3.15%	\$ 2,314,111	\$ -	
October 2023	\$ 17,881,230	\$ 88,268	5.57%	\$ 10,029,771	\$ 18,450	3.22%	\$ 3,825,970	\$ -	
November 2023	\$ 13,555,961	\$ 74,731	5.59%	\$ 10,034,787	\$ 5,834	3.22%	\$ 2,225,054	\$ -	
December 2023	\$ 10,616,777	\$ 60,816	5.58%	\$ 10,047,147	\$ 13,184	3.20%	\$ 2,862,058	\$ -	
January 2024	\$ 8,462,040	\$ 45,263	5.51%	\$ 10,069,963	\$ 23,904	3.22%	\$ 1,823,288	\$ -	
February 2024	\$ 8,944,233	\$ 32,193	5.48%	\$ 10,088,922	\$ 19,792	3.22%	\$ 1,891,311	\$ -	
March 2024	\$ 23,029,694	\$ 85,461	5.47%	\$ 10,098,241	\$ 10,154	3.22%	\$ 1,394,697	\$ -	
April 2024	\$ 16,212,739	\$ 83,044	5.47%	\$ 10,193,469	\$ 95,999	3.17%	\$ 3,278,652	\$ 2,846	1.50%
May 2024	\$ 16,594,670	\$ 81,932	5.44%	\$ 10,204,844	\$ 11,405	3.27%	\$ 2,891,512	\$ 3,819	1.50%
June 2024	\$ 13,665,845	\$ 71,175	5.44%	\$ 10,225,959	\$ 21,960	3.24%	\$ 2,350,178	\$ 2,945	1.50%
	Interest Earned	\$ 925,169		Interest Earned	\$ 251,476		Interest Earned	\$ 9,610	
						FYTD Interest Earned	\$ 1,186,255		



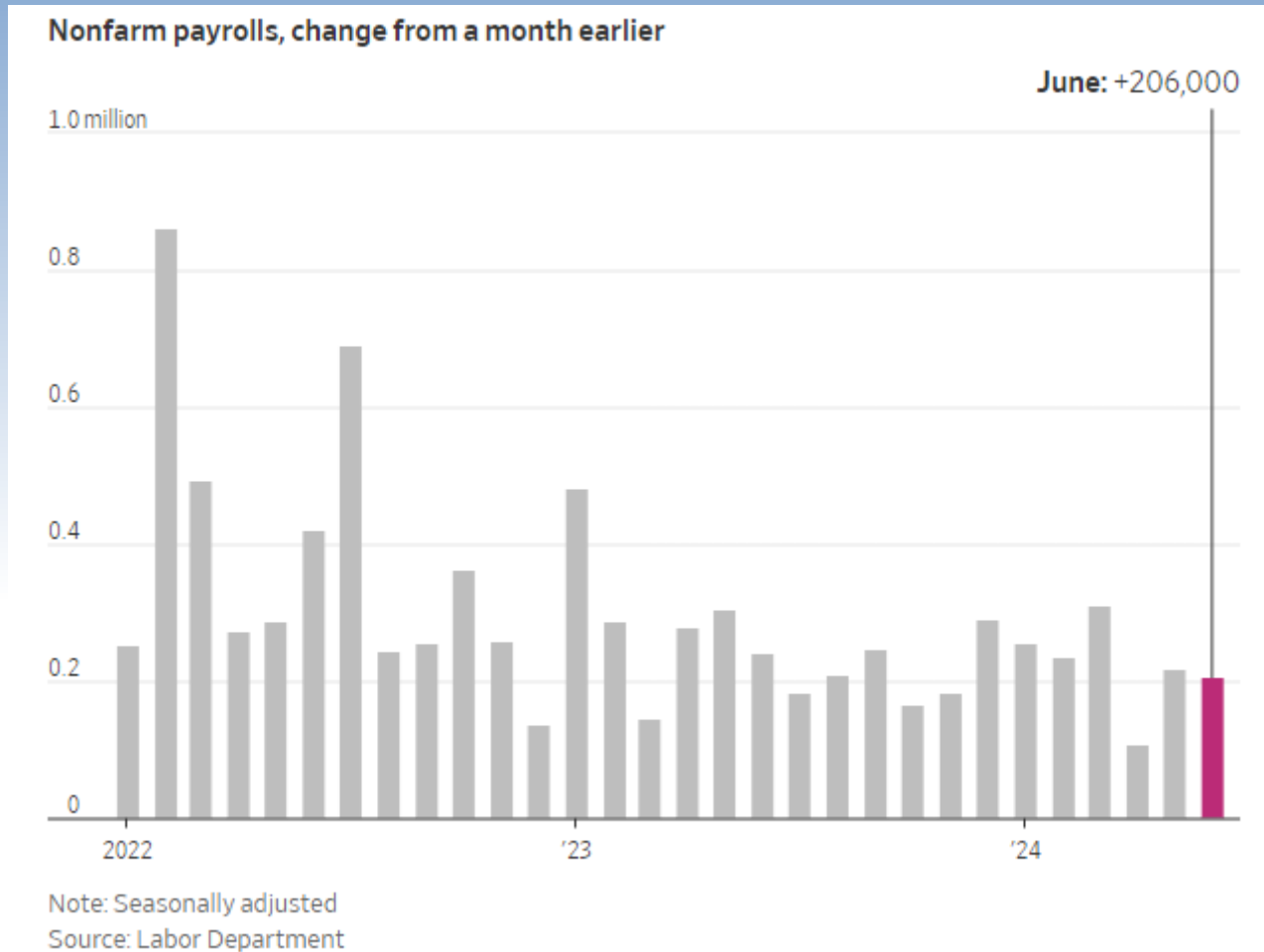
# Maximized revenues during FY2024, by:

- Threshold Cost Reimbursement (*2<sup>nd</sup> year*)  
for Special Education Costs: \$286,226.43
- Fuel State Tax Reimbursement (*1<sup>st</sup> time*):  
\$17,410
- Miscellaneous Grants: next slide



Building	Grant Fund Name	Amount	Brief Description	Name of Recipient
Bissell	Bissell Garden Grant	\$1,000.00	Hydroponic Growing Station	Drina Jolly, Teacher Bissell
Central Office	AASA GRANT	\$3,500.00	Technology equity for underserved	Kathryn Powers, Superintendent
Central Office	eRate funding	\$22,823.62	Technology funding	Carol Friihauf, EMIS Coordinator
Central Office	FY24 AG School Law Enforcement Technology Linking Safety Grant	\$30,000.00	Safety Grant	Matt Strickland, Business Manager
Central Office	FY24 AG School Safety Grant	\$17,919.16	Safety Grant	Matt Strickland, Business Manager
Central Office	Water station grant	\$8,093.00	Water bottle refilling station	John Sommers, Maintenance/Cust. Supervisor
RBC	FOUNDATION COSENO/SMALHEER	\$2,700.00	M.A.T.H. Project	Jodie Coseno, Teacher RBC/Laura Smalheer. Teacher RBC
THS	2024 Greater Akron-Canton High School Sports Awards School Spirit Contest	\$1,000.00	THS Athletic Dept funding	Brian Fantone, Director, Twinsburg High School Athletic Department
THS	GAR Kaleidoscope Grant	\$10,000.00	Celebrating Diversity and Inclusion through Literature	Megan Holzheimer, Teacher THS
THS	GAR Danee	\$5,000.00	Field Trip Underground Railroad Freedom Center	Danee Pinckney, Teacher THS
THS	GPD Mini Grant	\$4,000.00	E-sports Equipment	Alex Popovich, Curriculum Supervisor
THS	High School Garden Grant	\$500.00	Monarch Garden Grant	Cynthia Kurt, Teacher THS
THS	MHJ Grant	\$1,000.00	Mathematics Teaching Award	Abigail Teel-Twinsburg High School
THS	TWINSBURG FOUNDATION	\$3,195.38	Mrs. Neto- Journal Time project; Mrs. Dimatteo- TCSD VETTS Clinic	Wendy Neto, Teacher RBC/Jean Dimatteo, Media Asst THS
Wilcox	FARIELLO-MHJ GRANT	\$2,000.00	Master Teacher Award of Excellence	Amanda Fariello, Teacher Wilcox
		<b><u>\$112,731.16</u></b>		

# Current Employment Landscape throughout USA



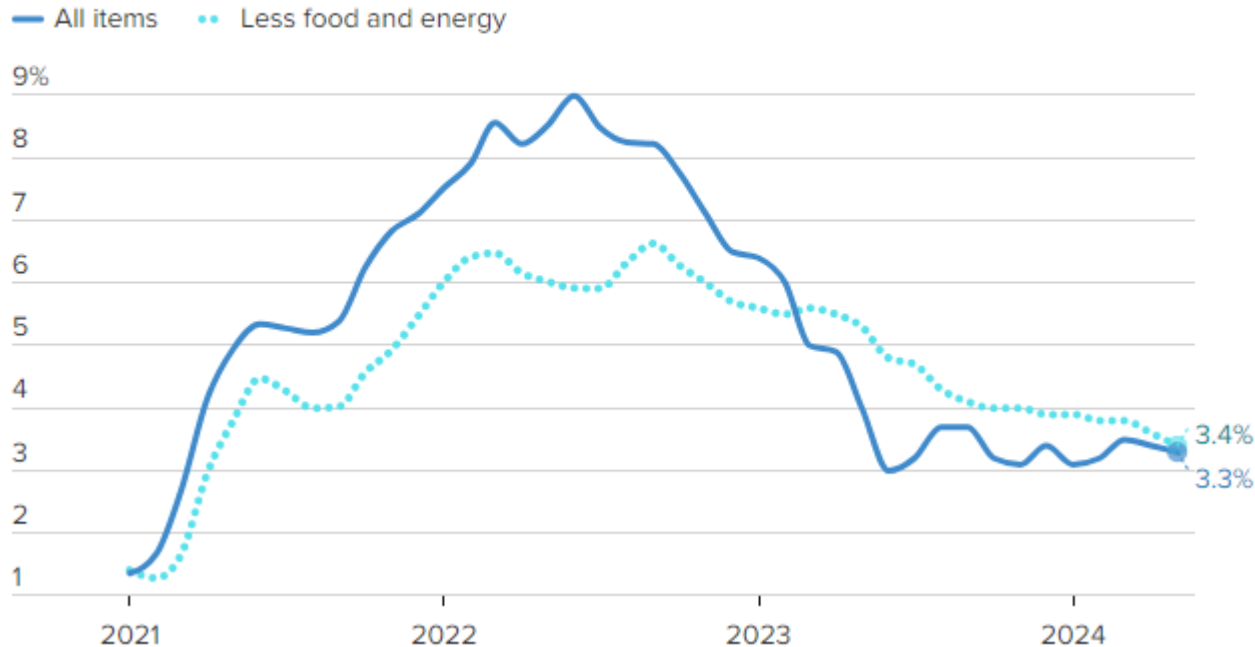
- June payrolls rose by 206,000. The unemployment rate climbed to 4.1%, up slightly
- Job market through this rate cycle has been remarkably strong
- Keeps hope alive for a late summer interest rate cut from the Fed

Source: Wall Street Journal

# USA Inflation Trends

## U.S. consumer price index

Year-over-year percent change January 2021–April 2024



- CPI rose 3.3% in May 2024, slightly lower than April
- Much better than the 6% increase in 2023, but still stubbornly high
- Inflation is much lower, but being watched closely by the Fed and markets. Consumers are getting fed up with higher prices

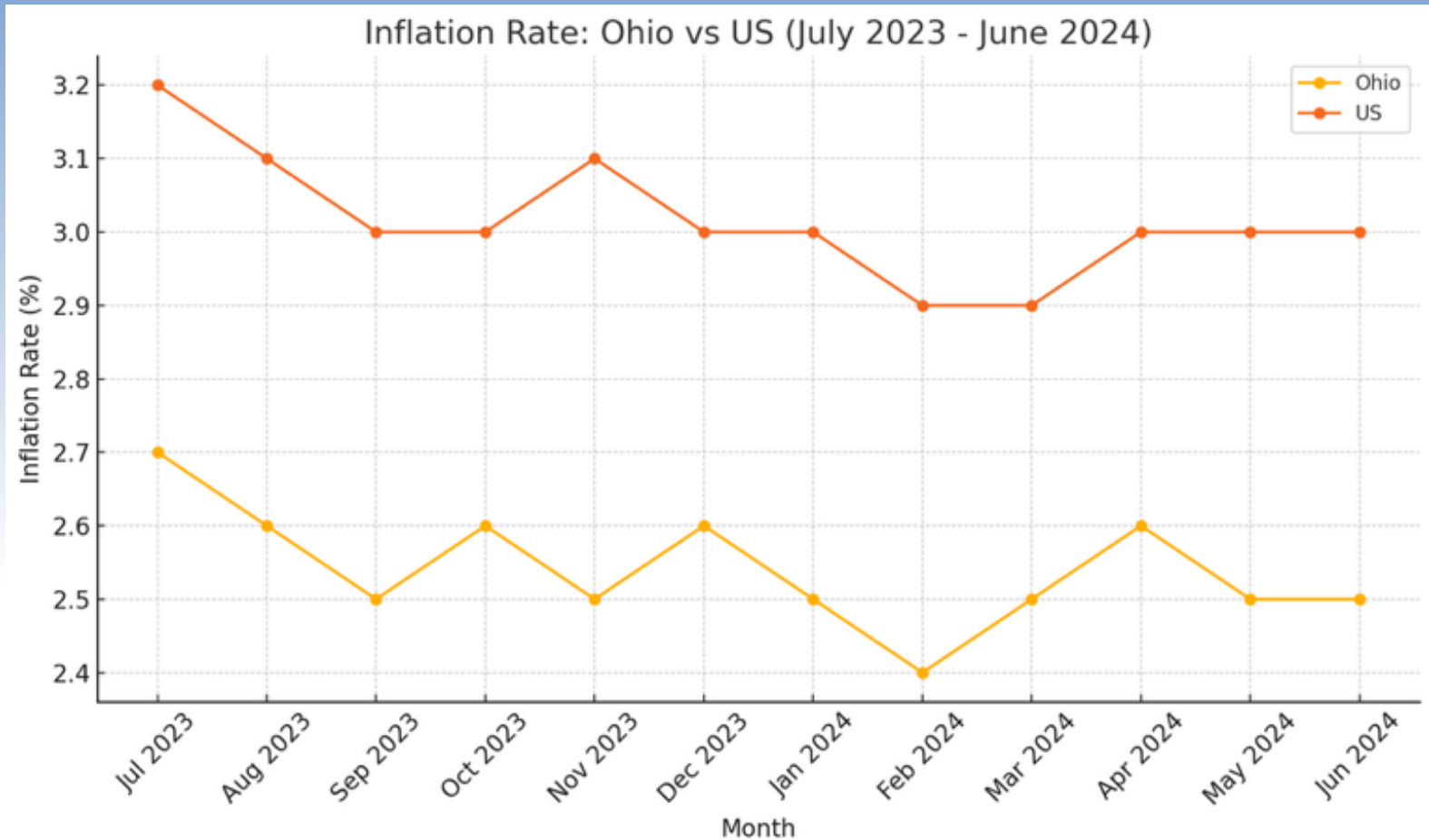
Source: U.S. Bureau of Labor Statistics  
Data as of June 12, 2024

# Inflation in Ohio compared to USA

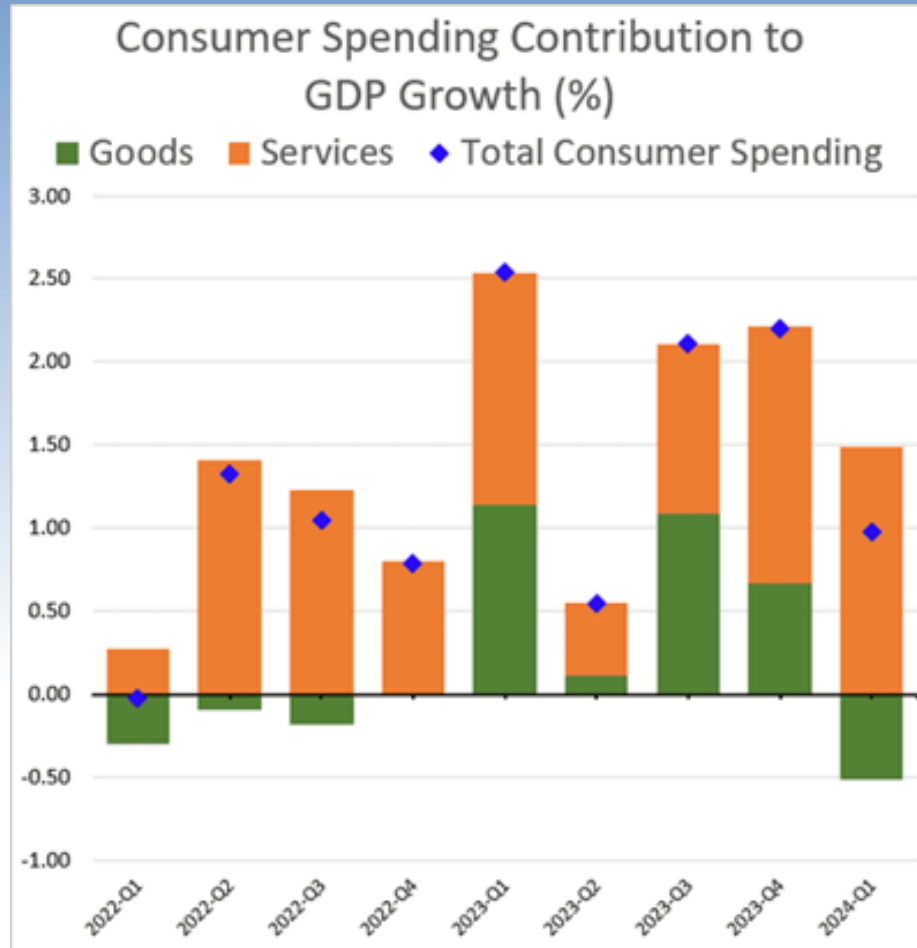
- Since July 2023 Ohio has experienced a relatively low inflation rate, with year-over-year inflation rate standing at approximately 2.5% as of June 2024.
- This is slightly lower than the national average, of about 3% over the same period, and consistent with trends observed in the Midwest region.



# Inflation in Ohio compared to USA



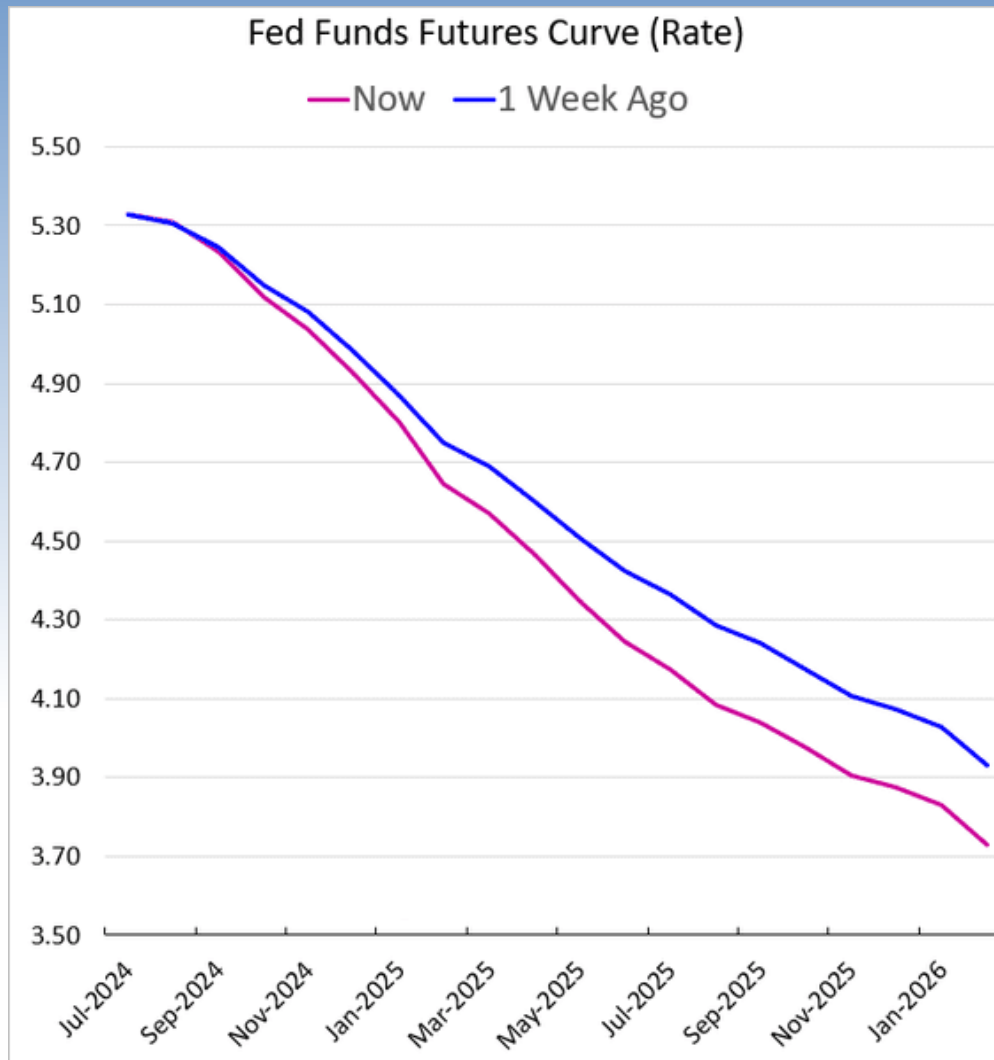
# USA Economic Growth Expected to Slow



- Consumer spending remains strong, but has started to slow. Higher prices are on the minds of shoppers
- Geopolitical conflicts could bring downside risks
- Housing markets have slowed due to higher home prices and mortgage rates

Source: Wall Street Journal

# Market Expecting Fed Fund Rate Cuts



Source: Bloomberg. July 5, 2024

- Fed Fund rate cut expectations continue to change as economic data is mixed
- We started 2024 with expectation of the Fed cutting interest rates seven times. The market is currently expecting three rate cuts in 2024
- Current Fed Funds rate is approximately 5.25% and could be closer to 4.50% by the end of the year

# Economic Commentary

## Market

- Rates remain at similar levels as the Fed left rates unchanged at their June meeting.
- Inflation data showed signs of improvement for May but still remains too far away from the Fed's 2% target level.
- Rate cuts are still expected to occur late in 2024 but still uncertain how many will occur.
- The economy has shown signs of slowing down with Q1 GDP coming in below expectations. The labor market remains resilient.

## Rates

- Treasury yields remain volatile with significant movements stemming from economic data and Fed speak.
- US Agencies and Brokered CDs still offer value but have had a hard time keeping up with the swing treasury yields are seeing.
- Commercial Paper continues to be the best option for shorter maturities with yields still above 5.40%.

# TCSD Investments Portfolio Highlights

## Portfolio

- Investment in the second half of the 2024 fiscal year was a balanced investment approach between maintaining liquidity and locking in duration for the portfolio.
  - Commercial paper positions make up the shorter-end with US agencies and treasuries accounting for the longer maturities.
- Rates are expected to remain near similar levels until the Federal Reserve begins executing cuts towards the end of 2024.
  - We plan to continue locking in longer positions while rates remain elevated.
- Portfolio yield currently sits at 3.24% with overall portfolio duration at 1.23 years.
- The portfolio has several lower-yielding securities set to mature over the coming months that are expected to be reinvested at higher yields.

# Enrollment

## - 2023 Report Card

### School Choice Options: Place of Enrollment for Students Residing in the District

The School Choice Options data is a set of nine counts describing the place of enrollment for students residing in the school district, captured as a snapshot of a single day in the school year. Web links provide further information about certain options.

#### Districts and STEM Schools

Students enrolled in the district where they lived.	3,752
Students enrolled in another public district through open enrollment. <a href="#">See if nearby districts participate in open enrollment.</a>	17
Students enrolled in another public district by means other than open enrollment.	21

#### Community Schools

Students enrolled in an online community school. <a href="#">See online school options in Ohio.</a>	30
Students enrolled in a site-based community school. <a href="#">Find community schools by county.</a>	8
Students enrolled in a Dropout Prevention and Recovery Program (online or site-based).*	5

\*Students included in Dropout Prevention and Recovery Program counts are also included in either the online or site-based community school counts.

#### Non-Public Schools\*

Students participated in the EdChoice Scholarship or Cleveland Scholarship program. <a href="#">Learn about EdChoice eligibility.</a>	1
Students participated in the EdChoice Expansion program.	19
Students participated in the Ohio Autism Scholarship or Jon Peterson Special Needs Scholarship program. <a href="#">Information on Autism Scholarship.</a> <a href="#">Information on Jon Peterson Scholarship.</a>	32

# Spending and Performance - 2023 Report Card



Significantly exceeds state  
standards

## Overall Rating

Districts and schools receive an overall rating of 1 to 5 stars in half-star increments. The overall rating is comprised of five rated components. The College, Career, Workforce and Military Readiness Component is report only and does not contribute to the overall rating on the 2023 Ohio School Report Cards.

We are proud of our school district  
" ...where the schools and the communities are one" and  
excellent opportunities are provided to our students.



# Thank You for Listening

Questions and Answers

