



Loveland City Schools Finance Committee Meeting #1

October 18, 2018
LMS/LIS Media Center

Agenda

- Introductions, roles and responsibilities
- Review meeting topics
- Discuss goals, interests, and desires of the task force
- Develop the timeline - schedule
- Discuss community background
- Questions/Answers

Rockmill Financial

- Governmental financial consultants
 - David Conley, 29 year governmental finance expert
- Advise and consult on various matters, including:
- Financial budgets and projections
- Taxation methodology and options development
- Debt issuance
- Research and analysis

Rockmill Financial's Responsibilities

- Analyze ways to finance construction projects
- Determine the equity and fairness of each
- Communicate those results to the Board and the community
- Oversee the taxation and financing process and its implementation
- By law, we must uphold the District's financial best interests at all times

Planned Meeting Topics

- School district background and demographics
- How schools function and the cost to taxpayers
- The district's financial condition and projections for the future
- Financing tools available to the community
- Development of a funding plan
- Recommend funding plan(s) to the Board of Education

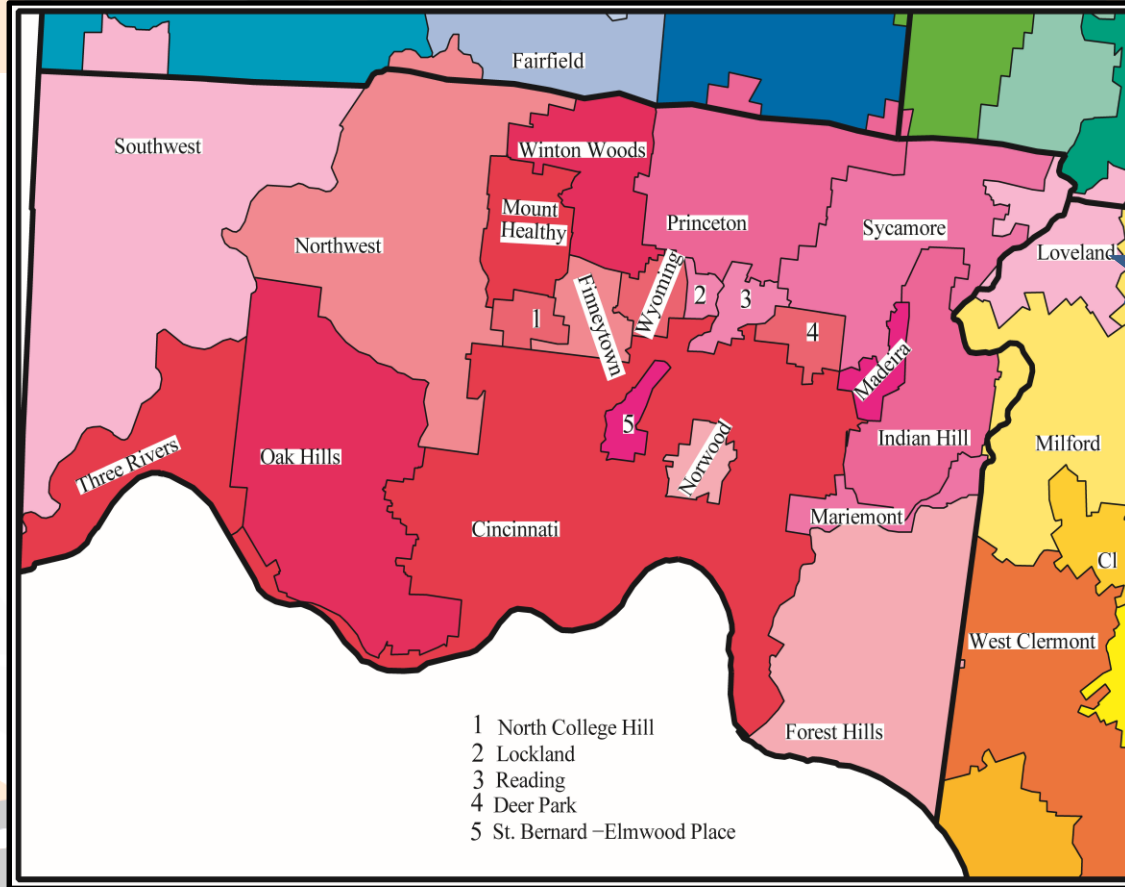
District Overview

- Named after James Loveland who operated a store and post office near the railroad tracks
- Today Loveland School District has six buildings:
 - Loveland Early Childhood Center (preschool, kindergarten, six first-grade classrooms)
 - Loveland Primary School (grades 1 and 2)
 - Loveland Elementary School (grades 3 and 4)
 - Loveland Intermediate School (grades 5 and 6)
 - Loveland Middle School (grades 7 and 8)
 - Loveland High School (grades 9-12)

District Overview

- District serves 15 square miles (slightly larger than Monaco)
- The District has approximately 4,634 students
- Is comprised of:
 - Miami Township 37.89%
 - Loveland City 34.36%
 - Symmes Township 23.97%
 - Goshen Township 2.94%
 - Hamilton Township 0.83%

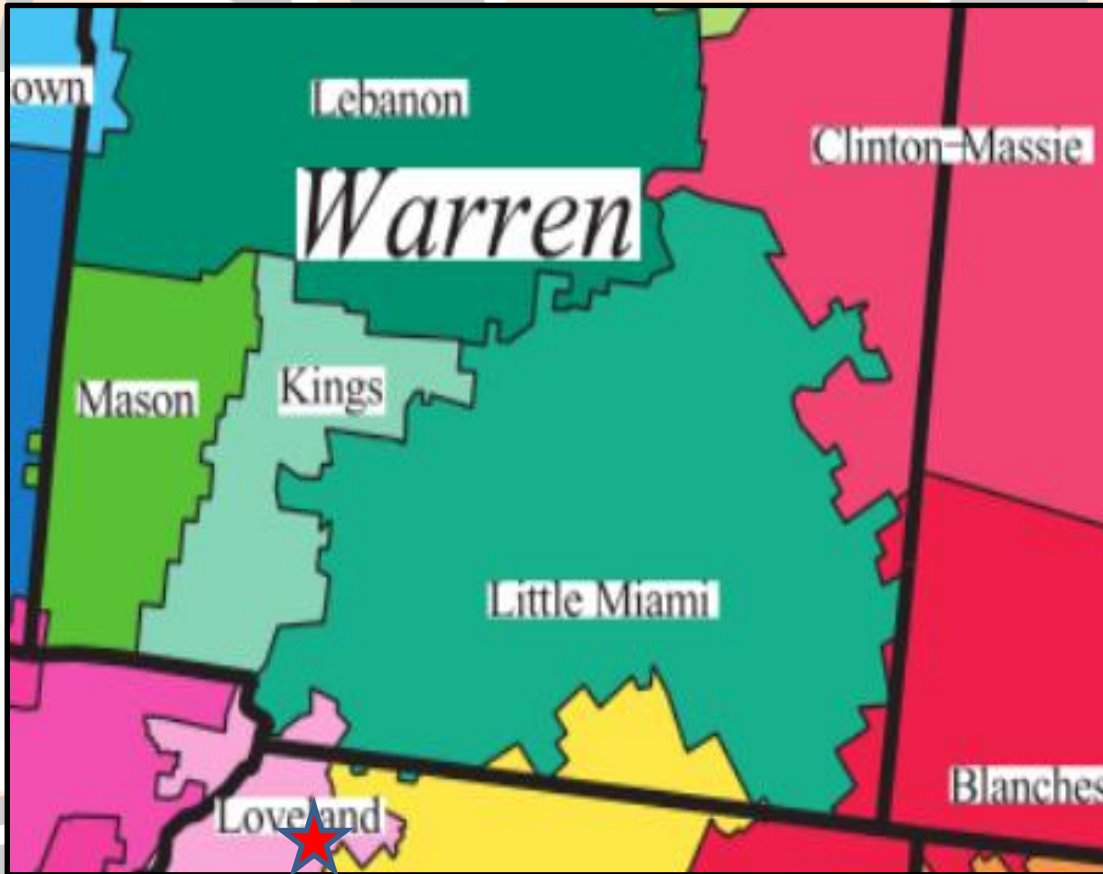
Area Districts (Hamilton County)



Area Districts (Clermont County)



Area Districts (Warren County)



Area Districts

- Loveland City School District is located in three separate counties
 - Hamilton County
 - Clermont County
 - Warren County
- Geographic location is important to the district and shows surrounding communities.

Basic Tax Base Comparison

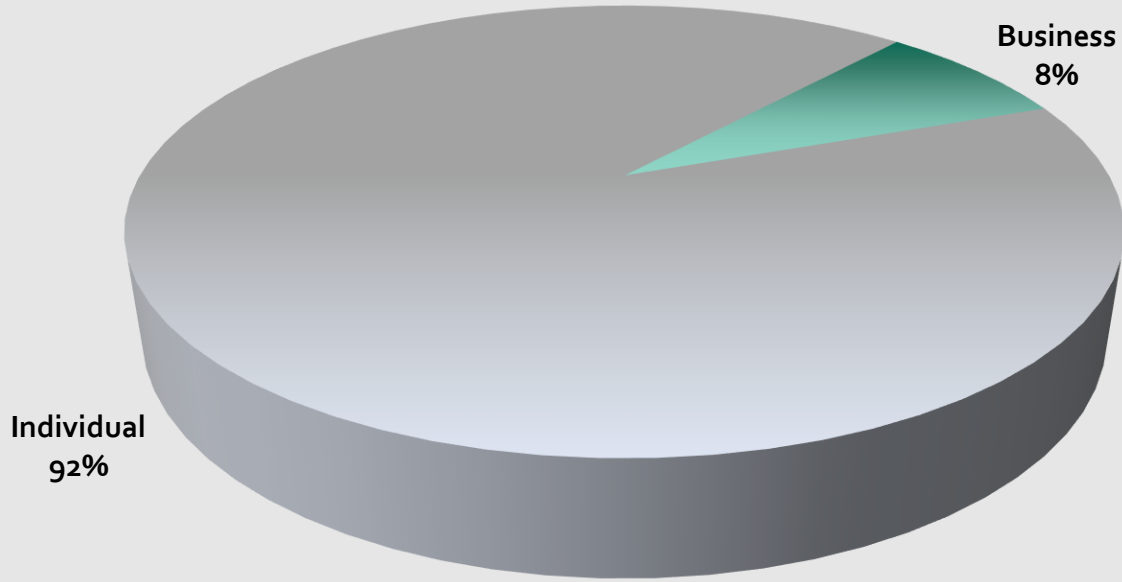
Rank	District	Property Tax Base
1	Sycamore Community City SD, Hamilton	\$1,834,863,370
2	Mason City SD, Warren	\$1,733,616,210
3	West Clermont Local SD, Clermont	\$1,416,287,700
4	Indian Hill Ex Vill SD, Hamilton	\$1,244,874,460
5	Milford Ex Vill SD, Clermont	\$1,065,247,760
6	Little Miami Local SD, Warren	\$891,221,610
7	Loveland City SD, Hamilton	\$870,057,690
8	Kings Local SD, Warren	\$808,330,790
9	Mariemont City SD, Hamilton	\$385,626,480
10	Madeira City SD, Hamilton	\$371,646,960
12	Wyoming City SD, Hamilton	\$307,207,550
13	Goshen Local SD, Clermont	\$288,715,710
Sample Average		\$934,808,024

Basic Tax Base Comparison

- School districts generate their local tax revenue from property taxes
 - Different municipal entities generate revenue from different sources
 - For example, cities generate revenue from income taxes
- Local tax base drives the amount of revenue schools can generate
 - Table compares the amount of taxes can be accumulated in surrounding districts

Tax Base Composition

Collection Year 2018



Tax Base Composition

- Loveland City Schools is heavily weighted towards local property taxes falling on residential property owners
 - Many surrounding districts have a higher business base to generate taxes
 - For every dollar generated from property tax revenues \$.92 comes from residential property vs. \$.08 for business property

Enrollment Comparison

Rank	District	Enrollment
1	Mason City SD, Warren	10,595
2	West Clermont Local SD, Clermont	8,206
3	Milford Ex Vill SD, Clermont	6,591
4	Sycamore Community City SD, Hamilton	5,431
5	Little Miami Local SD, Warren	4,754
6	Kings Local SD, Warren	4,643
7	Loveland City SD, Hamilton	4,634
8	Goshen Local SD, Clermont	2,817
9	Indian Hill Ex Vill SD, Hamilton	2,024
10	Wyoming City SD, Hamilton	1,956
12	Mariemont City SD, Hamilton	1,647
13	Madeira City SD, Hamilton	1,495
Sample Average		4,566

Median Family Income Comparison

Rank	District	Median Family Income
1	Indian Hill Ex Vill SD, Hamilton	\$167,219
2	Wyoming City SD, Hamilton	\$140,034
3	Mason City SD, Warren	\$115,353
4	Sycamore Community City SD, Hamilton	\$113,313
5	Mariemont City SD, Hamilton	\$112,863
6	Loveland City SD, Hamilton	\$110,795
7	Madeira City SD, Hamilton	\$101,941
8	Milford Ex Vill SD, Clermont	\$91,583
9	Little Miami Local SD, Warren	\$90,625
10	Kings Local SD, Warren	\$90,044
12	West Clermont Local SD, Clermont	\$69,938
13	Goshen Local SD, Clermont	\$65,819
Sample Average		\$105,794

Ohio Federal Gross Income Comparison

DISTRICT	COUNTY	TAX RETURNS	EXEMPTIONS	TOTAL FAGI	INCOME PER RETURN	STATE RANK
INDIAN HILL EVSD	HAMILTON	6,554	12,915	\$2,385,030,806	\$363,905	1
ORANGE CSD	CUYAHOGA	7,032	13,633	\$1,804,159,618	\$256,564	2
NEW ALBANY-PLAIN LSD	FRANKLIN	9,643	21,289	\$2,135,189,608	\$221,424	3
OTTAWA HILLS LSD	LUCAS	2,226	4,653	\$425,268,415	\$191,046	4
CHAGRIN FALLS EVSD	CUYAHOGA	5,234	10,200	\$933,396,674	\$178,333	5
REVERE LSD	SUMMIT	10,163	19,432	\$1,666,531,369	\$163,980	6
BEXLEY CSD	FRANKLIN	5,851	12,222	\$930,869,365	\$159,096	7
HUDSON CSD	SUMMIT	11,861	24,843	\$1,881,959,366	\$158,668	8
UPPER ARLINGTON CSD	FRANKLIN	18,155	35,569	\$2,813,350,064	\$154,963	9
OAKWOOD CSD	MONTGOMERY	4,413	9,042	\$645,337,925	\$146,236	10
WYOMING CSD	HAMILTON	3,895	8,273	\$565,968,626	\$145,306	11
KENSTON LSD	GEAUGA	9,289	17,919	\$1,290,800,827	\$138,960	12
MARIEMONT CSD	HAMILTON	4,111	8,243	\$569,763,525	\$138,595	13
BEACHWOOD CSD	CUYAHOGA	6,227	11,473	\$834,120,348	\$133,952	14
OLENTANGY LSD	DELAWARE	40,778	90,277	\$5,207,825,156	\$127,712	15
SYCAMORE CSD	HAMILTON	17,590	34,057	\$2,239,036,079	\$127,290	16
SHAKER HEIGHTS CSD	CUYAHOGA	14,671	27,591	\$1,825,391,594	\$124,422	17
MADERIA CSD	HAMILTON	4,296	8,850	\$515,922,837	\$120,094	18
KIRTLAND LSD	LAKE	3,871	7,277	\$463,317,405	\$119,689	19
GRANVILLE EVSD	LICKING	5,598	11,912	\$667,138,507	\$119,174	20
OLON CSD	CUYAHOGA	11,904	23,857	\$1,398,685,768	\$117,497	21
MASON CSD	WARREN	24,640	51,817	\$2,890,884,534	\$117,325	22
FOREST HILLS LSD	HAMILTON	22,267	44,717	\$2,555,198,340	\$114,753	23
BAY VILLAGE CSD	CUYAHOGA	7,873	15,391	\$901,953,017	\$114,563	24
HIGHLAND LSD (MEDINA CO.)	MEDINA	9,699	19,142	\$1,099,128,930	\$113,324	25
AURORA CSD	PORTAGE	8,643	16,569	\$968,971,091	\$112,111	26
LOVELAND CSD	HAMILTON	13,282	27,265	\$1,480,460,595	\$111,464	27

Ohio Federal Gross Income Comparison

District	County	Average Per Return	2016 FAGI Rank
MASON CSD	WARREN	\$117,325	22
FOREST HILLS LSD	HAMILTON	\$114,753	23
BAY VILLAGE CSD	CUYAHOGA	\$114,563	24
HIGHLAND LSD (MEDINA CO.)	MEDINA	\$113,324	25
AURORA CSD	PORTAGE	\$112,111	26
LOVELAND CSD	HAMILTON	\$111,464	27
DUBLIN CSD	FRANKLIN	\$109,952	28
WESTLAKE CSD	CUYAHOGA	\$106,536	29
AVON LSD	LORAIN	\$104,284	30
GRANDVIEW HEIGHTS CSD	FRANKLIN	\$104,070	31
SUGARCREEK LSD	GREENE	\$103,973	32

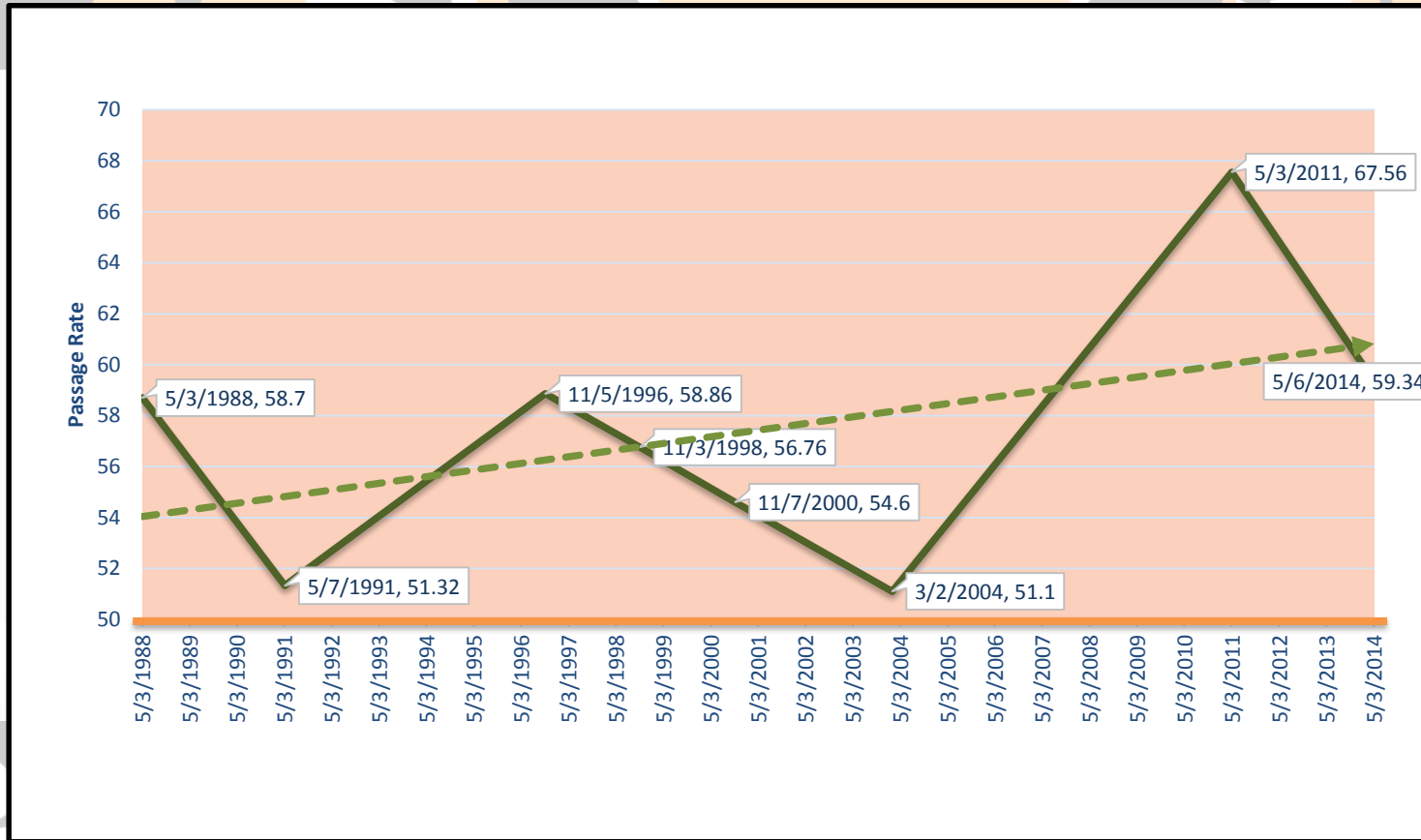
Ohio Federal Gross Income Comparison

- Loveland City School District is in the top 5% in the State of Ohio for Income per Return per the Ohio Department of Taxation
 - This has stayed steady over the last 10 years
- Not proposing a local income tax
 - Establishing our understanding of our tax base and comparisons to local communities

30-Year Election History

Bond Elections								
Election Date	Millage	Bond Issue Amount	Purpose	Years	Result	For	Against	Percentage For (Against)
11/3/1998	5.17	\$32,000,000	Construct/Reno	26	Approved	4,667	3,555	56.76 % (43.24 %)
5/7/1991	6.80	\$16,297,000	Construct/Reno	24	Approved	1,610	1,527	51.32 % (48.68 %)
Levy Elections								
Election Date	Millage	Purpose	New/Renewal	Years	Result	For	Against	Percentage For (Against)
5/6/2014	5.60	Current Expense	New	CT	Approved	3,633	2,489	59.34 % (40.66 %)
5/3/2011	3.50	Current Expense	New	CT	Approved	4,450	2,137	67.56 % (32.44 %)
11/4/2008	3.50	Current Expense	New	CT	Approved	8,327	6,093	57.75 % (42.25 %)
3/4/2008	8.50	Current Expense	New	CT	Defeated	4,468	5,813	43.46 % (56.54 %)
3/2/2004	12.00	Current Expense	New	CT	Approved	3,608	3,453	51.10 % (48.90 %)
11/7/2000	7.00	Current Expense	New	4	Approved	6,375	5,300	54.60 % (45.40 %)
11/5/1996	5.60	Current Expense	New	CT	Approved	5,756	4,023	58.86 % (41.14 %)
8/6/1996	5.60	Current Expense	New	CT	Defeated	1,225	1,282	48.86 % (51.14 %)
5/3/1988	6.50	Current Expense	New	CT	Approved	1,069	752	58.70 % (41.30 %)

30-Year Levy Passage Trendline



30-Year Election History and Trendline

- Election History shows extraordinary level of support from the community over the years.
 - The amount of levies put on the ballot is less than typically seen in other communities.
 - The level of support is not typically seen in other communities
 - Roughly 33% of new money levies pass in the State of Ohio
- Overall approval rate increasing over time
 - School district appreciative

Outstanding Debt Summary

Year	Net Debt	Per Capita	Percent of AV
2018	\$9,390,000	\$352	1.08%
2017	\$10,695,000	\$401	1.33%
2016	\$11,940,000	\$448	1.50%
2015	\$15,235,000	\$587	1.93%
2014	\$17,169,092	\$661	2.28%
2013	\$19,190,378	\$750	2.57%
2012	\$20,976,249	\$806	2.83%
2011	\$22,364,891	\$851	2.82%
2010	\$23,627,812	\$899	2.97%
2009	\$17,698,468	\$583	2.23%
2008	\$21,134,810	\$696	2.80%
2007	\$25,049,810	\$825	3.38%
2006	\$28,679,810	\$944	3.96%
2005	\$31,305,734	\$1,112	4.93%
2004	\$33,885,734	\$1,203	5.49%
2003	\$32,120,734	\$1,238	5.33%
2002	\$40,190,734	\$1,607	7.43%
2001	\$41,965,734	\$1,678	7.95%

* 2012 Bonds are paid from property taxes currently at 1.75 mills
Final payment on 12/1/2024

<u>Issue Amount</u>	<u>Outstanding</u> 11/16/2018	<u>Description</u>	<u>Security Type</u>	<u>Tax Type</u>
* 12/4/2012	\$8,325,000	\$6,270,000	<u>Improvement</u>	Prop Tax
** 8/6/2009	\$6,015,000	\$2,680,000	<u>Energy Cons.</u>	Gn Prp Tax
4/1/2005	\$24,981,249	\$0	<u>Series 2005 Refunding</u>	Gn Prp Tax
4/1/1999	\$43,140,734	\$0	<u>Improvement</u>	Gn Prp Tax
2/1/1999	\$2,000,000	\$0	<u>Improvement</u>	Gn Prp Tax

** 2009 Bonds are paid from the general fund from energy savings
Final payment on 06/15/2024

Outstanding Debt Summary

- Low levels of debt compared to similar districts
- Debt millage will be paid off in 2024
 - Tax break of 1.75 mills anticipated in 2024 if still collected at same rates

Conclusions



- Loveland has a long and respected history
- Serving about 4,600 children, it's one of the larger Districts in the area
- The District provides public education to four communities
 - Miami Township
 - City of Loveland
 - Symmes Township
 - Goshen Township

Conclusions

- Ohio categorizes Loveland City Schools as a wealthy school district based on comparisons statewide of residential home valuation and income.
- In addition, voter support of District levies has been excellent
- Overall, the community approved nearly 80% of levy requests the first time!
- The District has very little debt
- All of which will be paid of seven years!

Next Step

A stylized illustration of a tiger's face, rendered in shades of gray, white, and orange. The tiger is looking forward with a slight smile. The illustration is positioned in the background, behind a white horizontal band that contains the text.

- Attend the next Task Force meeting – November 15th, 6:30 pm at LIS/LMS Media Center
- Visit www.BuildingTigerNation.org
- If you have any questions please email Treasurer@lovelandschools.org