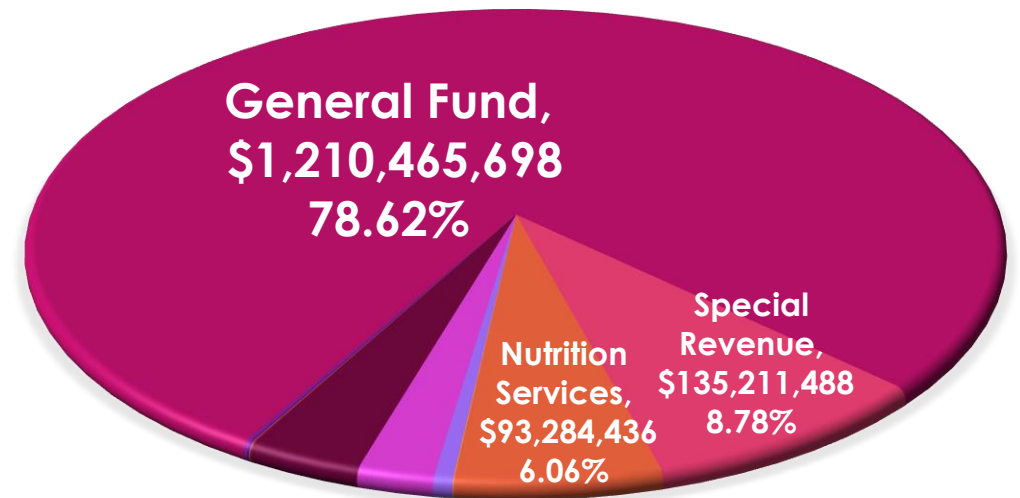


JCPS Revenues

General Fund is
how we
educate our
students

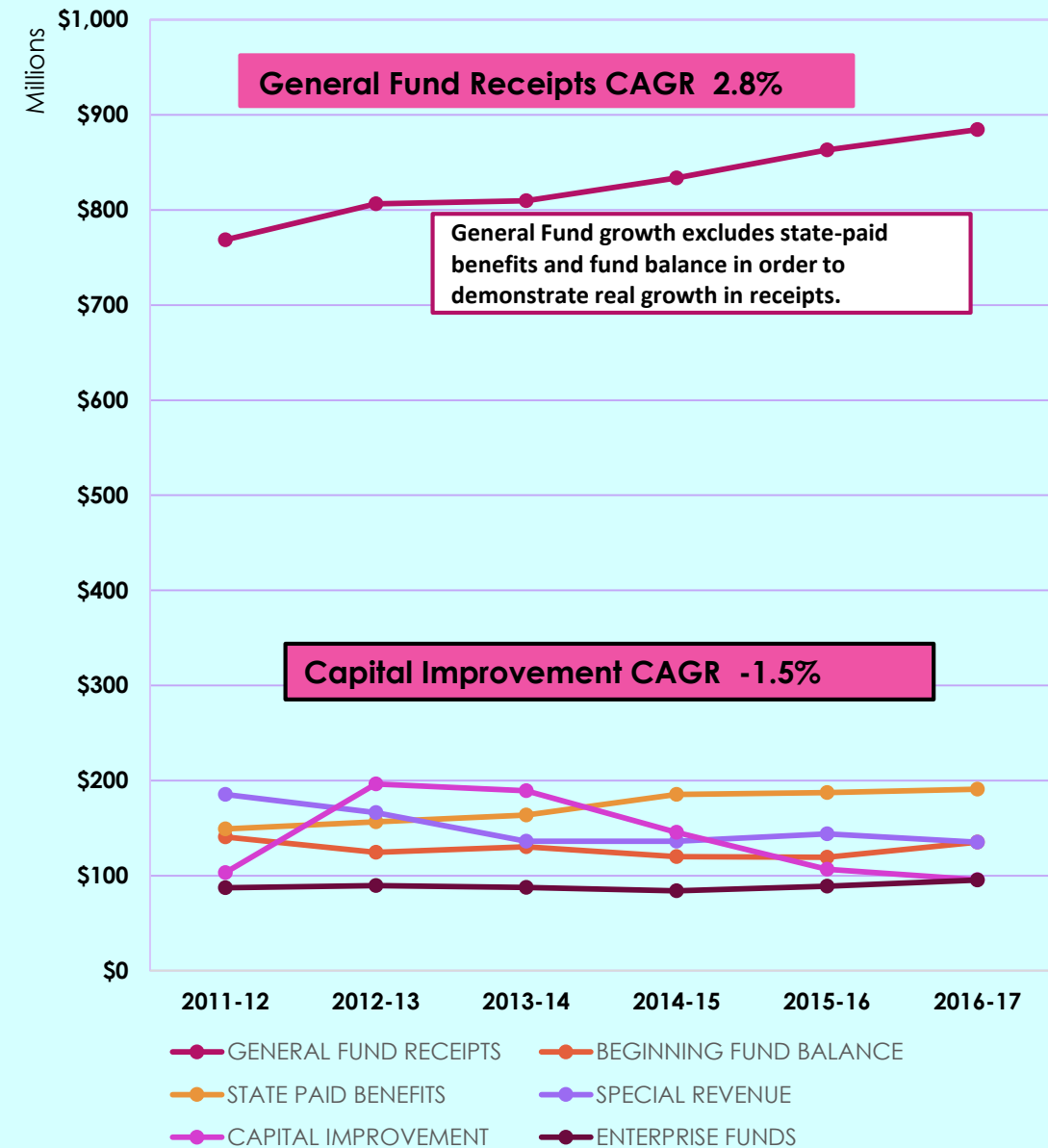
**TOTAL REVENUE FY17 WORKING
BUDGET**

\$1,539,549,05



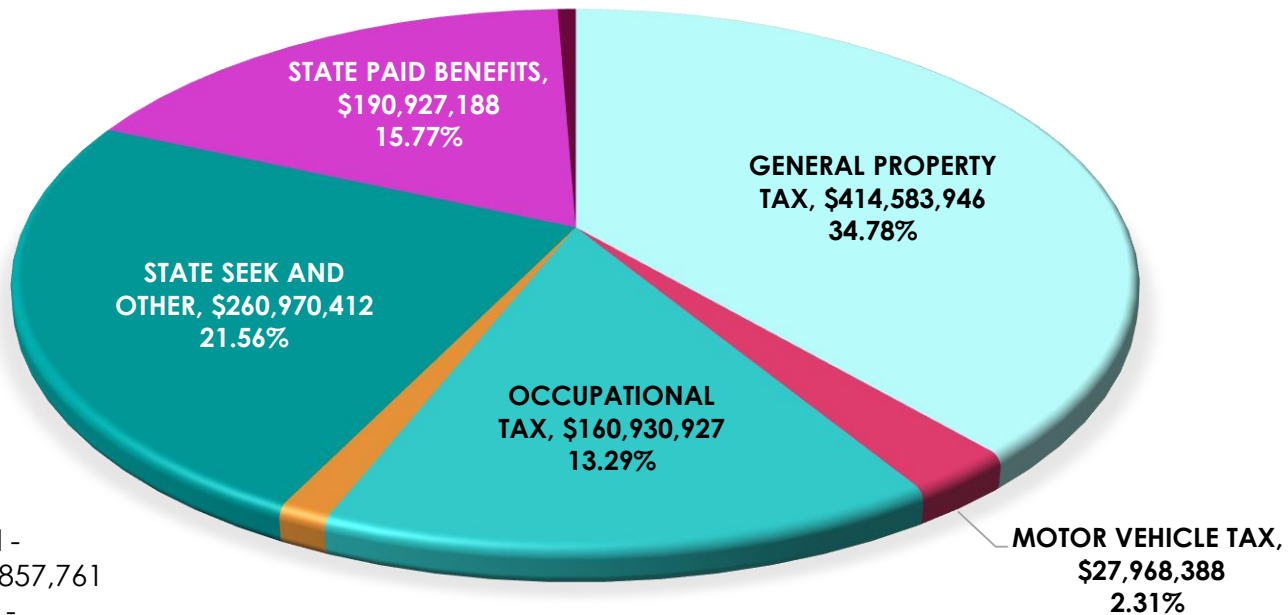
Total District Revenue Trends

TOTAL DISTRICT REVENUE HISTORY



General Fund Revenues

FY 2016-17 GENERAL FUND REVENUE, EXCLUDING FUND BALANCE



Revenue types

- ▶ State paid benefits
- ▶ Assessment-driven
- ▶ Economy-driven
- ▶ Student attendance-driven

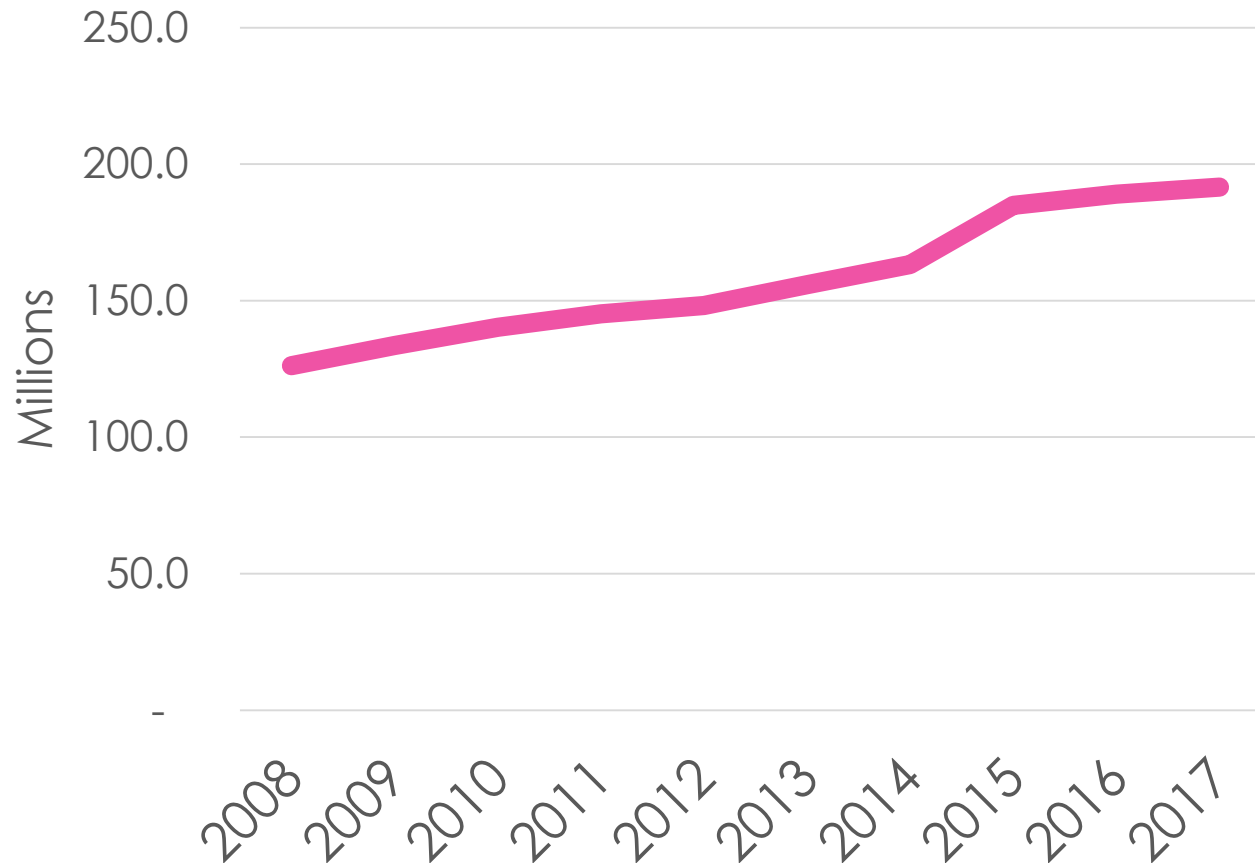
General Fund Revenues



KTRS match and health insurance for all employees

- ▶ NON-CASH!
- ▶ Major debates occurring in Frankfort
- ▶ Pensions now reported in our audited financials
- ▶ Took a \$299 million hit on Net Assets
- ▶ Serious issue but not today's topic

General Fund Revenues



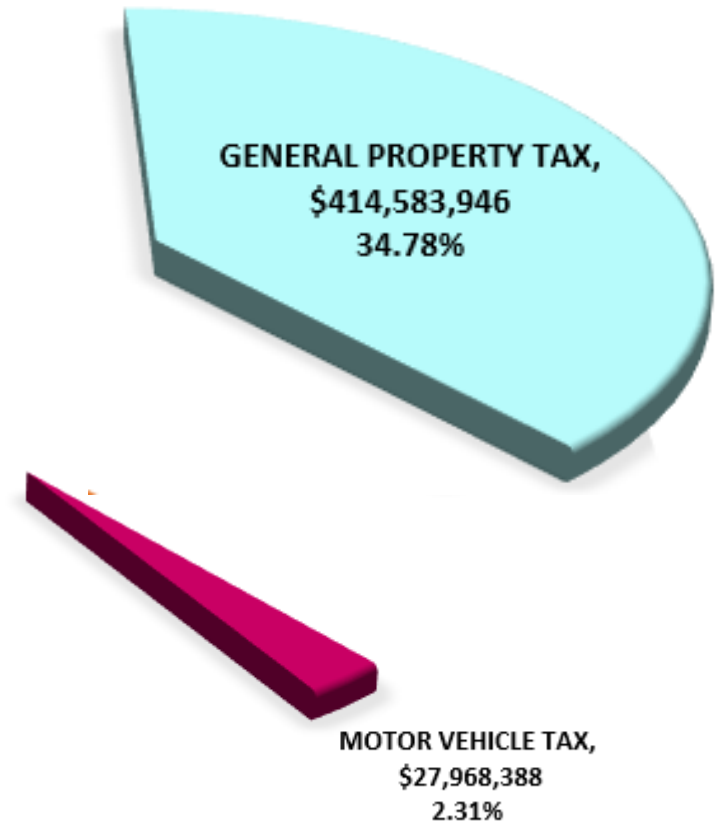
KTRS match and health insurance for all employees

- ▶ Compound annual growth rate of **5.19%**
- ▶ Outpacing all other revenue and expenses

General Fund Revenues

Assessment-driven revenues

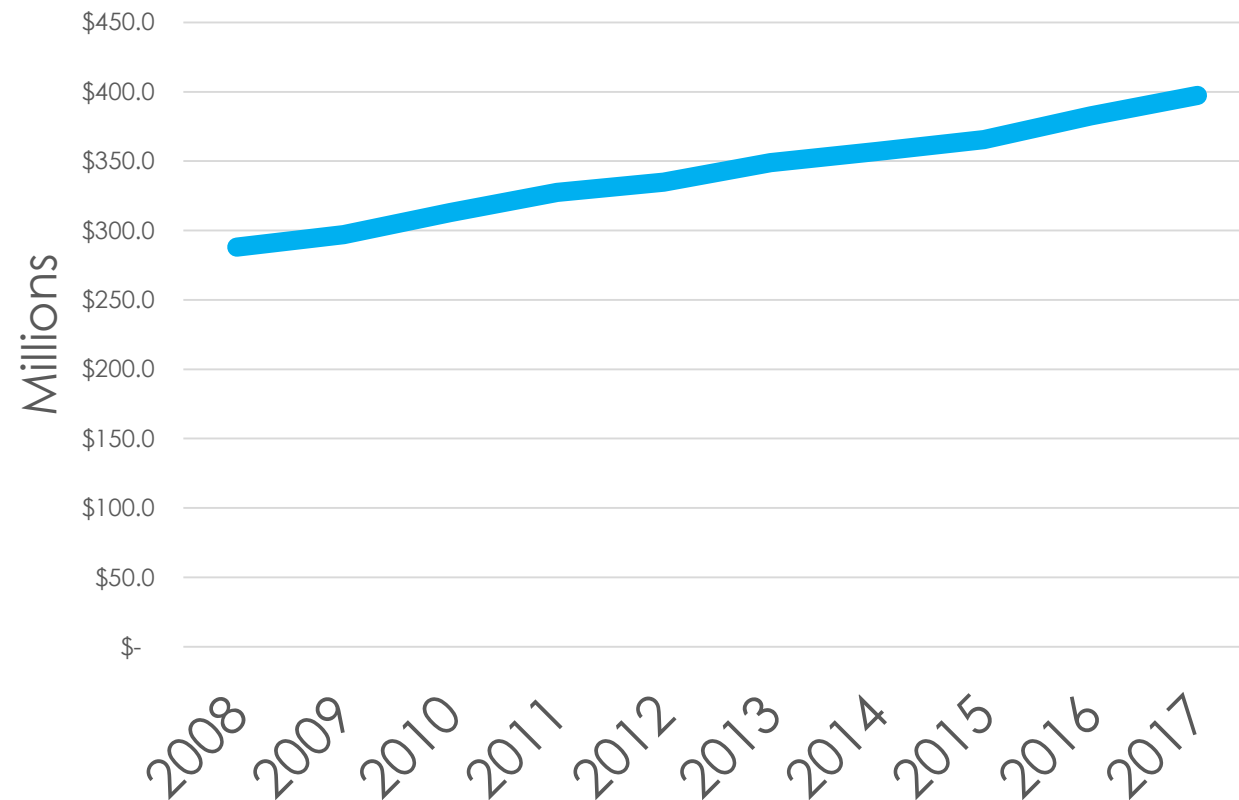
- ▶ Real estate, personal property, motor vehicles, and franchises
- ▶ Roughly follows economy with significant lag
- ▶ Every property reassessed every four years
- ▶ New assessment at time of sale
- ▶ New sales sustain stagnant parts of county



General Fund Revenues

Real estate taxes – assessment-drive revenues

- ▶ Compound annual growth rate of 3.80%
- ▶ Includes the effects of both assessment growth and tax rate increases



TAX RATE HISTORY

	<u>Real Estate¹</u>	<u>Tangible Property¹</u>	<u>Motor Vehicle¹</u>
2017	71.0	70.8	58.5
2016	71.0	71.0	58.5
2015	71.0	71.0	58.5
2014	71.0	71.0	58.5
2013	70.0	70.0	58.5
2012	67.7	67.7	58.5
2011	67.6	67.6	58.5
2010	64.6	64.6	58.5
2009	62.5	63.1	58.5
2008	61.5	62.7	58.5

COMPOUND ANNUAL GROWTH
RATES:

REAL ESTATE 1.54%

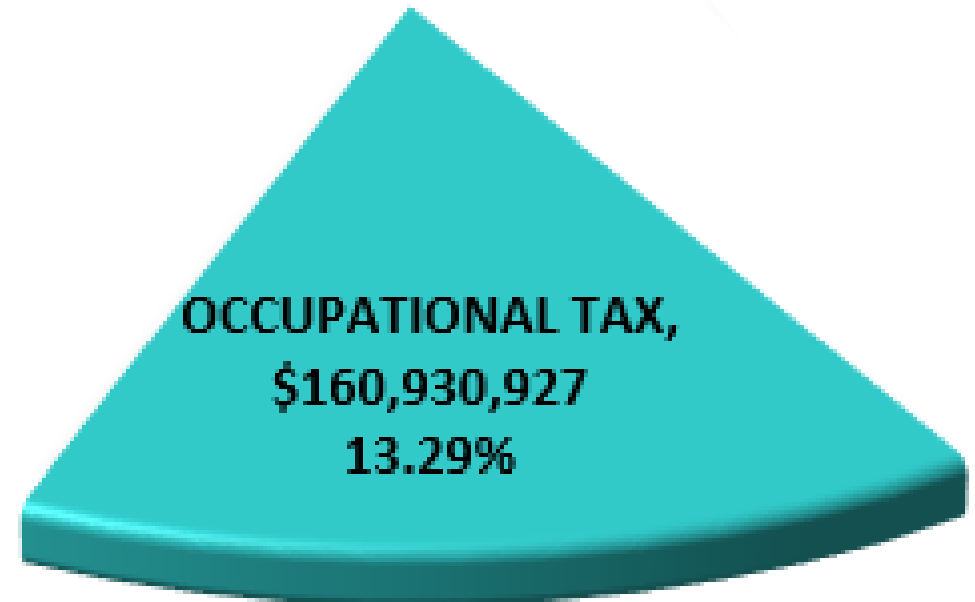
TANGIBLE PROPERTY 1.18%

MOTOR VEHICLE 0.0%

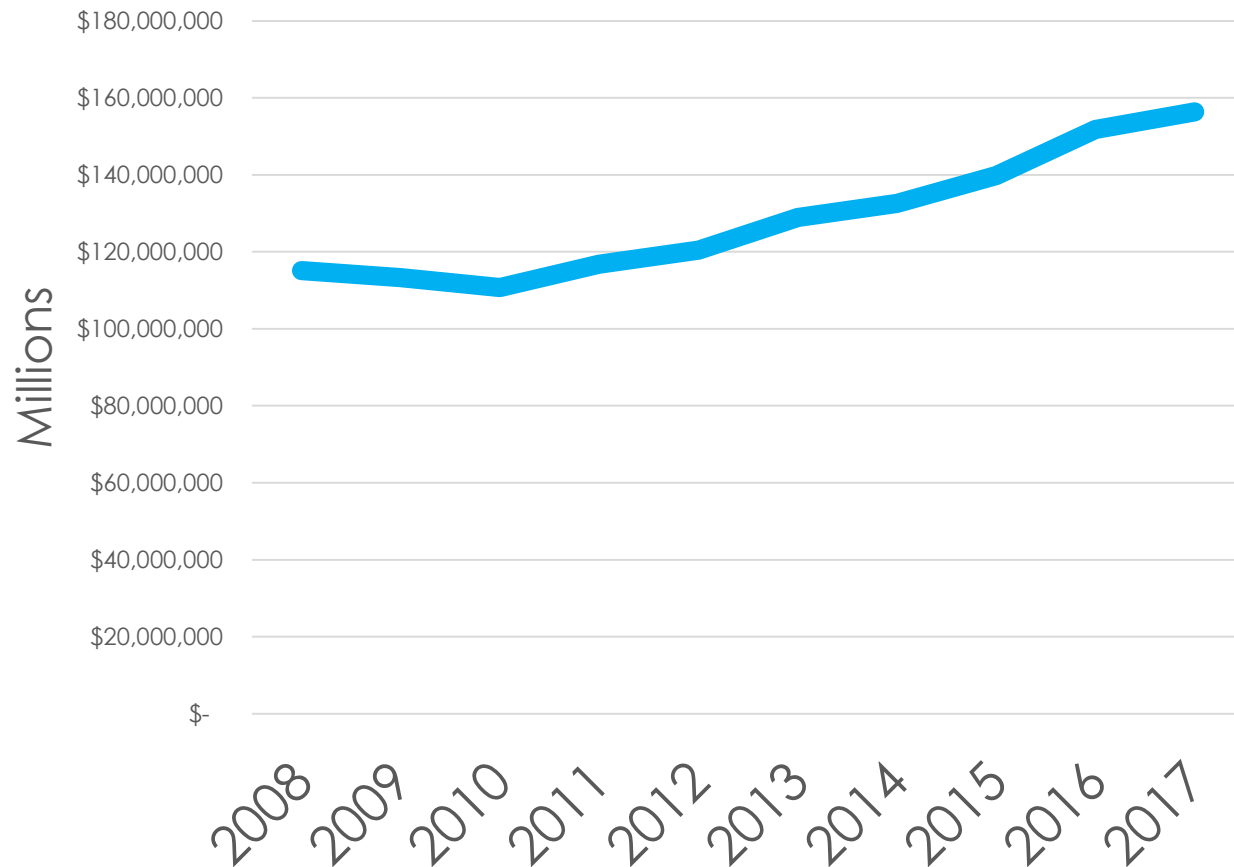
General Fund Revenues

Economy-driven revenues

- ▶ Unemployment rate
- ▶ Workforce growth
- ▶ Job quality and underemployment



General Fund Revenues



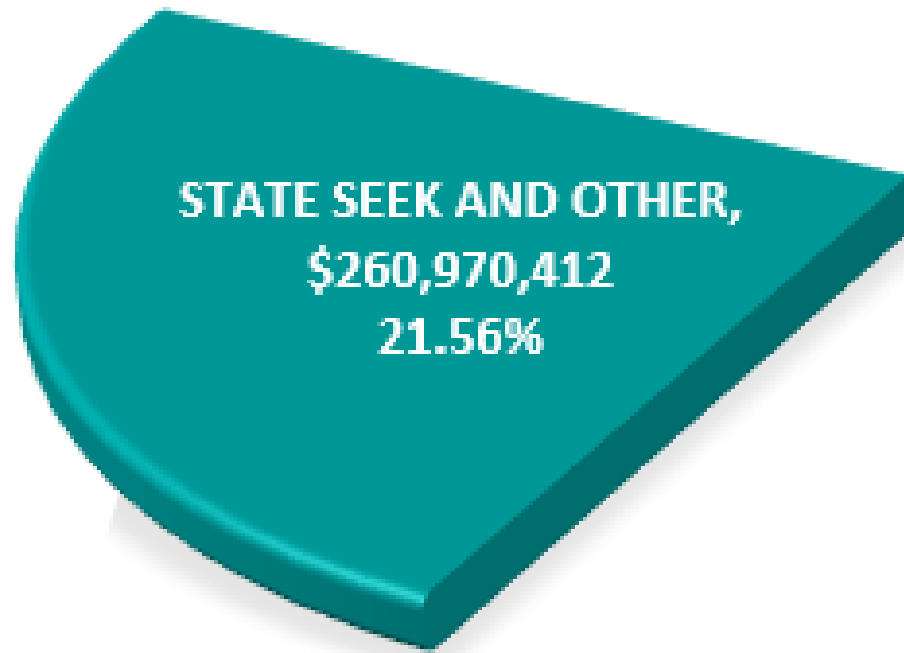
Occupational taxes – economy driven

- ▶ Compound annual growth rate of 3.58%
- ▶ Collected as a percent of employee wages and net profits on businesses
- ▶ Steady increase since recovery began after the 2008 recession

Assessment and Economy Drivers

- Growth in north and east
- Major projects – Omni Hotel, Phoenix Hill, bridge construction, Whiskey Row
- Stable growth at Ford, UPS, Amazon
- Gradually rising economy increases consumer confidence

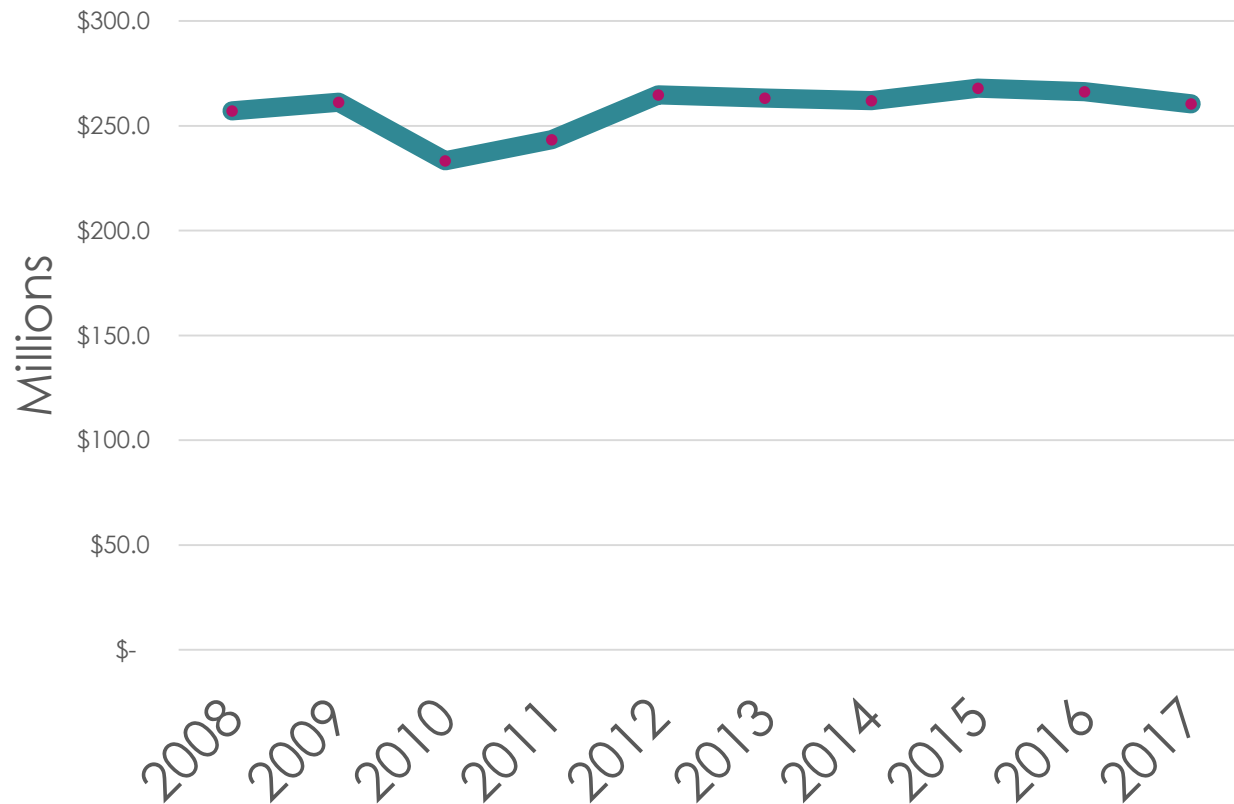
General Fund Revenues



Enrollment & attendance driven

- ▶ Law requires attendance until age 18
- ▶ Enrollment increasing while attendance decreasing
- ▶ Not predicted to increase while state grapples with pension problems

General Fund Revenues



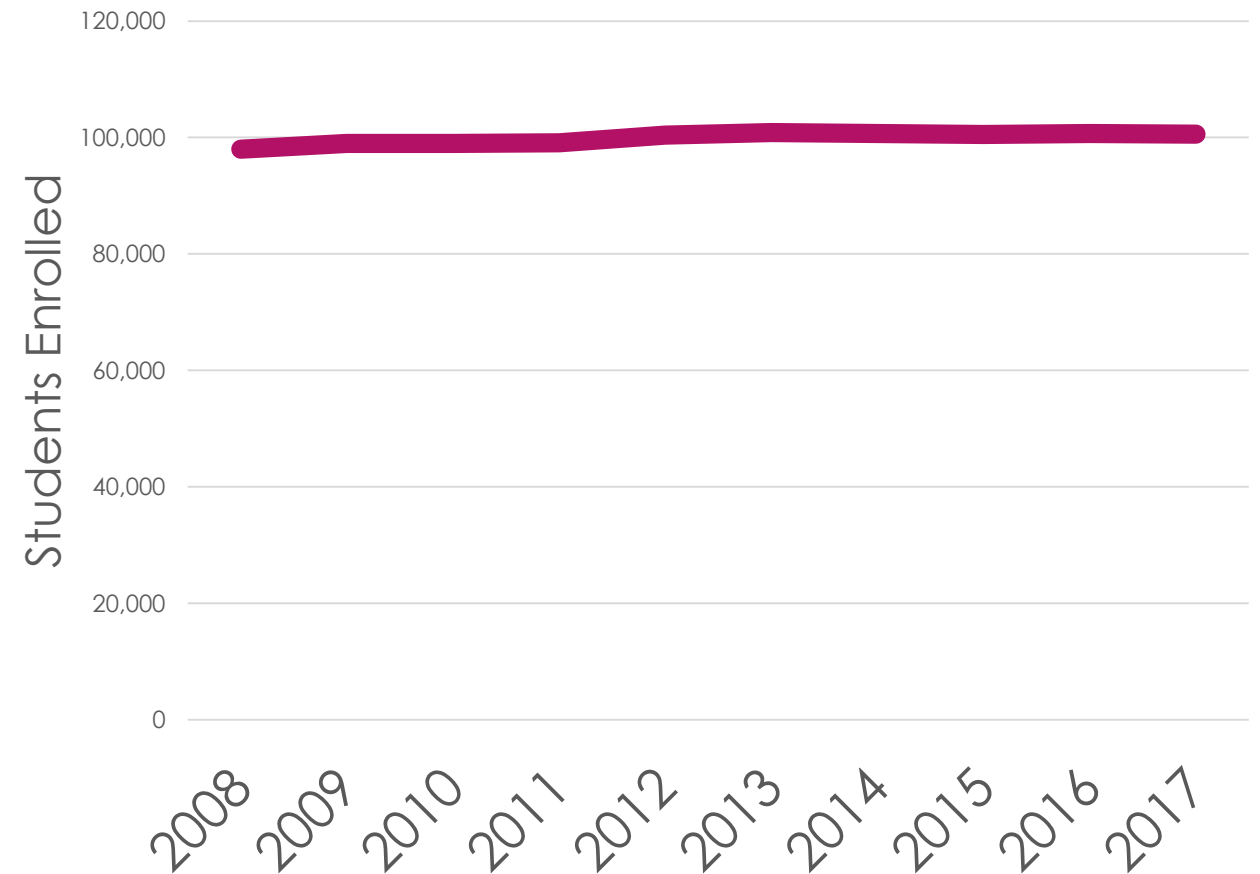
State SEEK – enrollment & attendance driven

- ▶ Compound annual growth rate of 0.13%
- ▶ Generally, as assessments rise, state revenues decrease

General Fund Revenues

Student enrollment

- ▶ 0.26% compound annual growth rate
- ▶ Marginal growth rate offset by slight decrease in attendance rate



General Fund Revenue Forecasting

- ▶ Our demographer tracks birth rates, and population shifts at the county and neighborhood levels
- ▶ We track economic statistics at the local, regional, and national levels
- ▶ We review trends with the state, Metro Revenue Commission, and PVA regularly to understand the near-term impacts