

UPDATES FROM RFA REVENUE, BUDGET, AND DASHBOARD

Presented to



South Carolina Association of School Business Officials
September 20, 2023

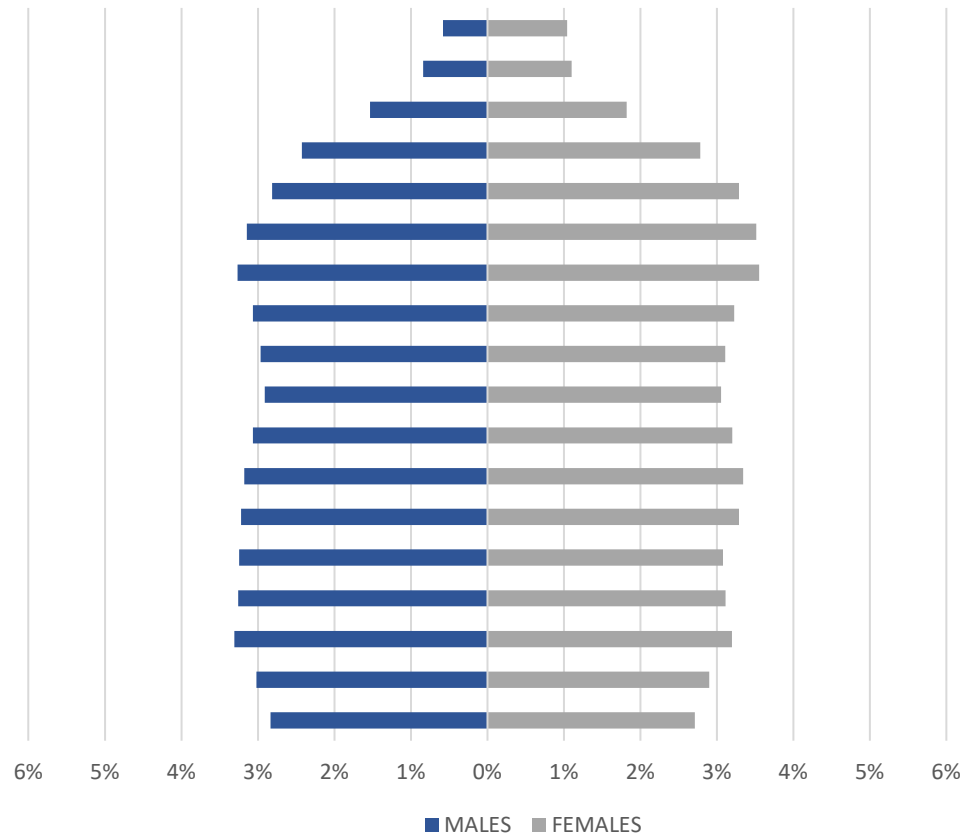


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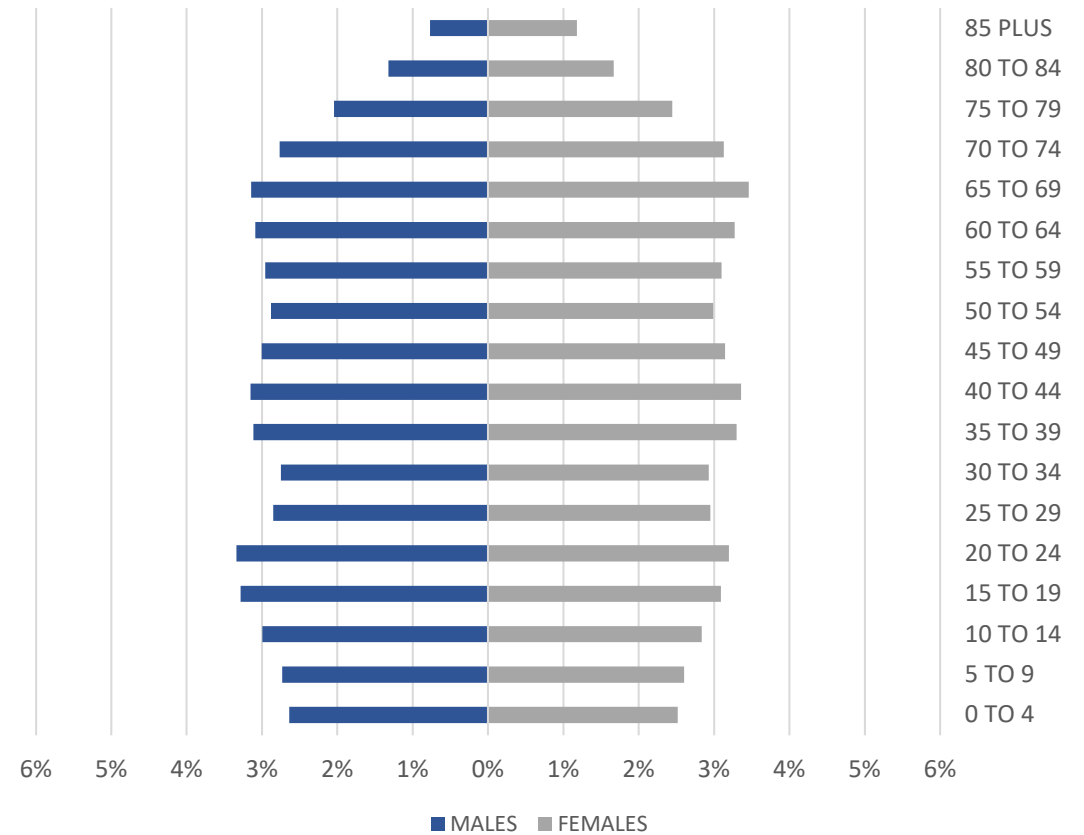
SC 2030 Population Projections

The median age is expected to increase from 40 to 42 over the next decade; all baby boomers will be older than 65

2020 POPULATION PYRAMID

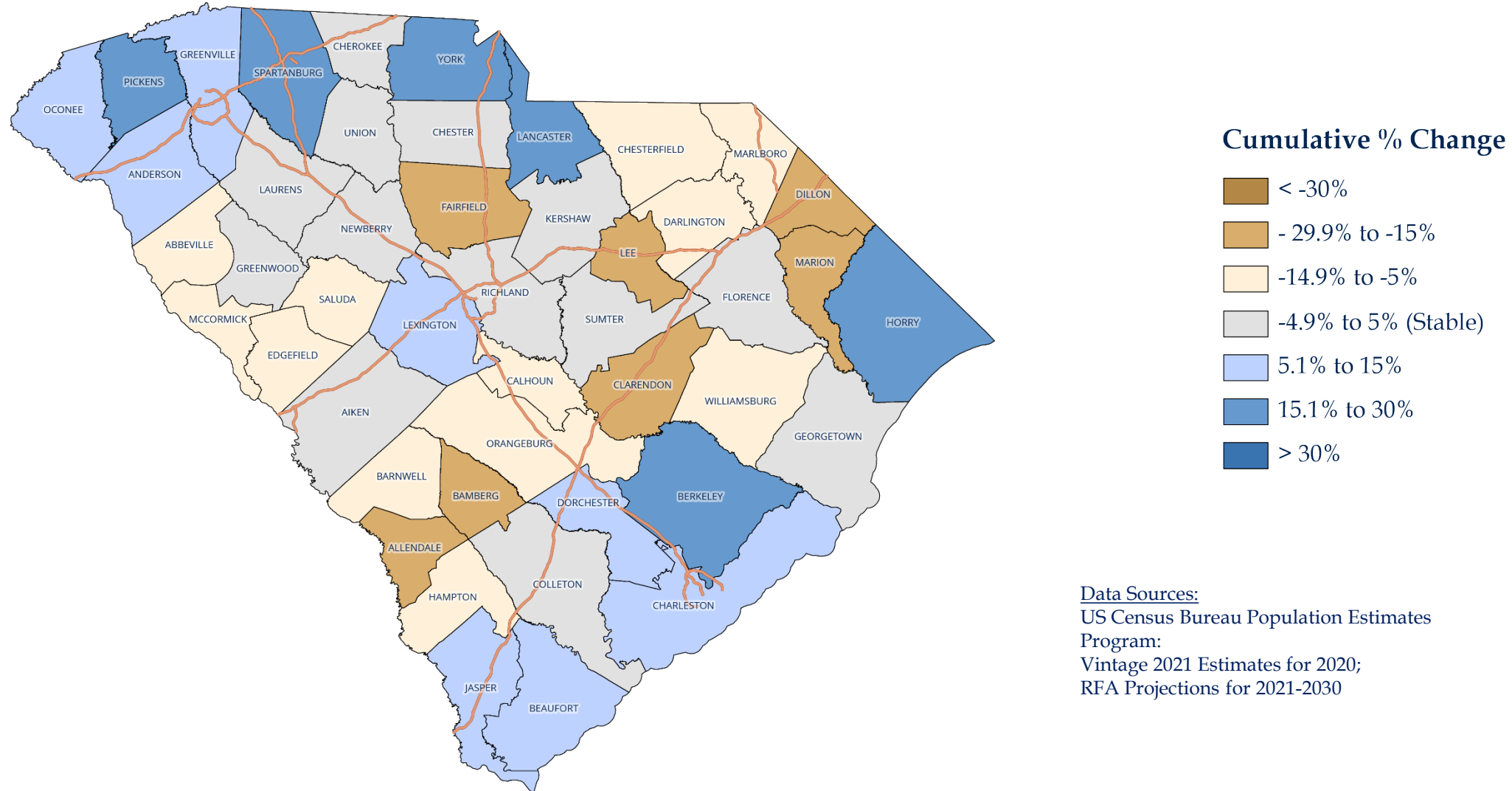


2030 POPULATION PYRAMID



Source: US Census Bureau, Estimates, Projections by S.C. Revenue and Fiscal Affairs

South Carolina Projected Total Population Change, 2020 - 2030 By County

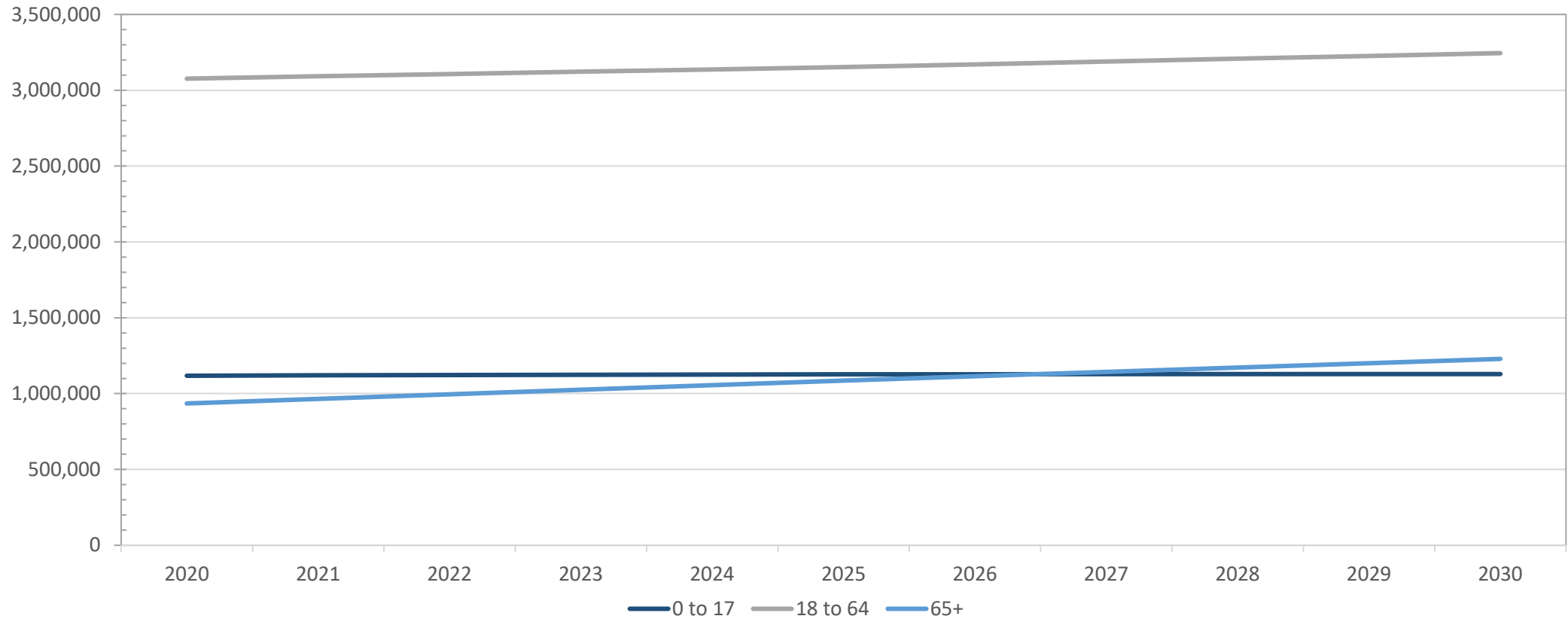


Data Sources:
 US Census Bureau Population Estimates
 Program:
 Vintage 2021 Estimates for 2020;
 RFA Projections for 2021-2030

SC Population Projections by Age Group

Population in the 65+ age range is projected to surpass the 0–17 age range by 2027

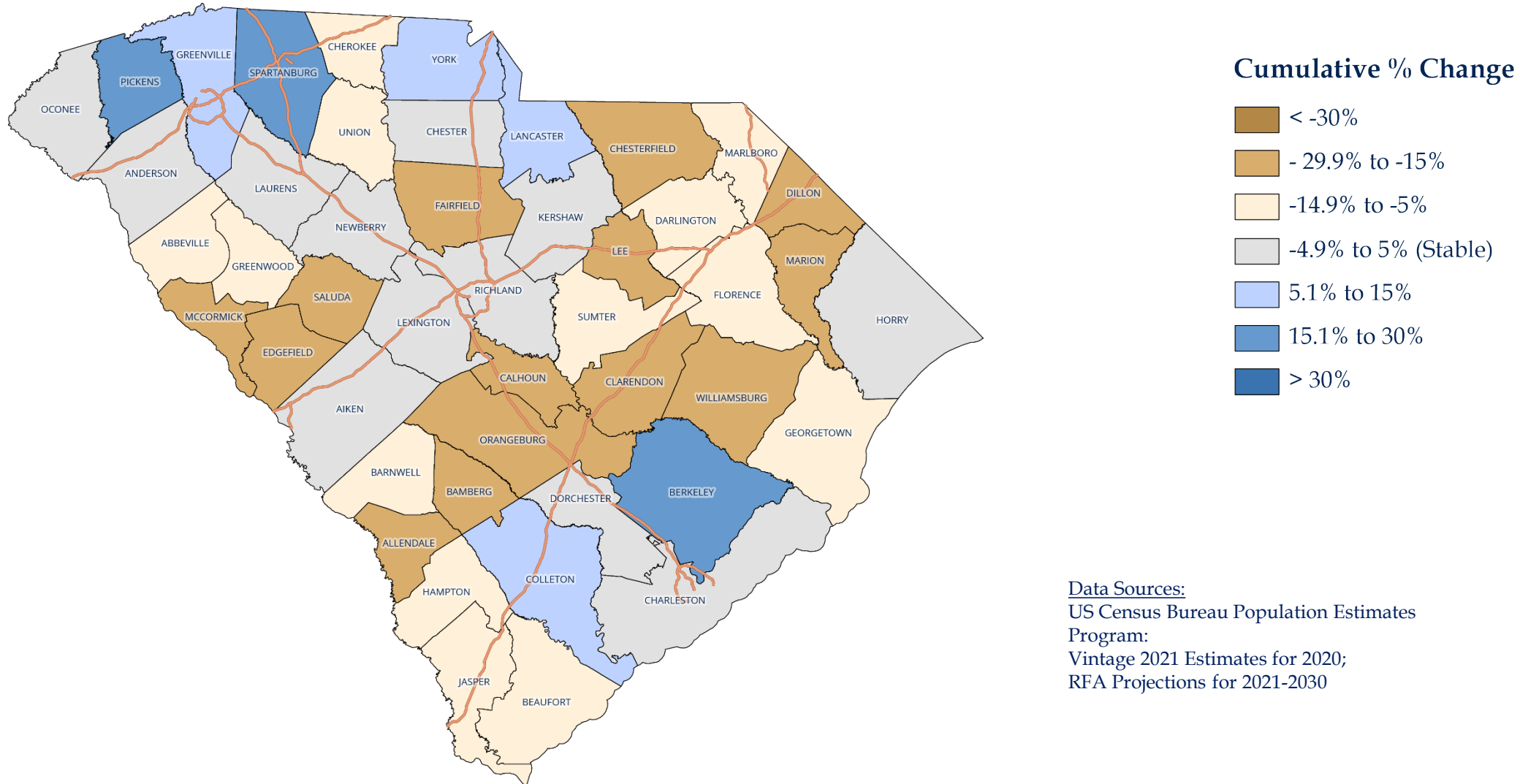
SC POPULATION BY AGE RANGE
Estimates and Projections



Source: U.S. Census Bureau, population estimates 2020, 2021; S.C. Revenue and Fiscal Affairs Office projections -319/lhj/08/29/2022

South Carolina Projected Age 0 – 17 Population, 2020 - 2030

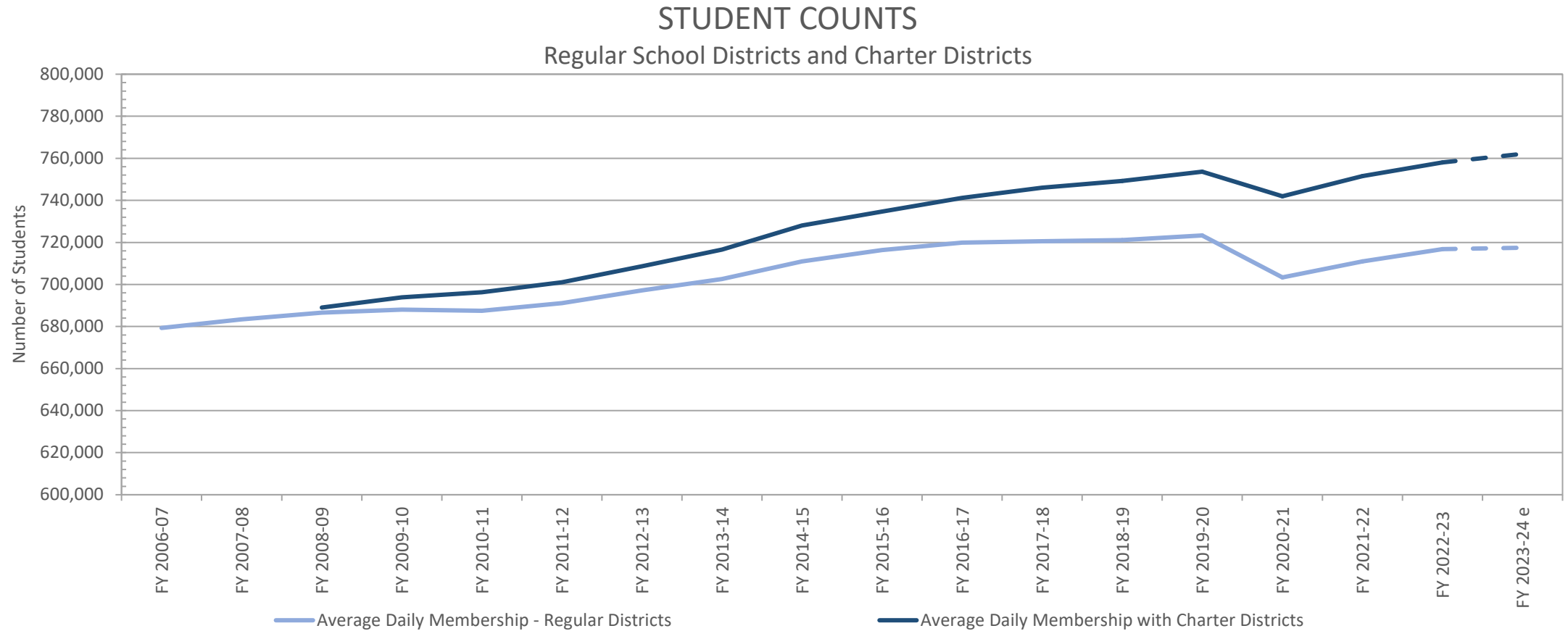
Seven counties are projected to increase in this age group



Data Sources:
 US Census Bureau Population Estimates
 Program:
 Vintage 2021 Estimates for 2020;
 RFA Projections for 2021-2030

Student Enrollment

Growth in the statewide charter districts is outpacing enrollment in other public school districts



Note: Charter districts include the S.C. Public Charter School District, the Charter Institute at Erskine, and the Limestone Charter Association.

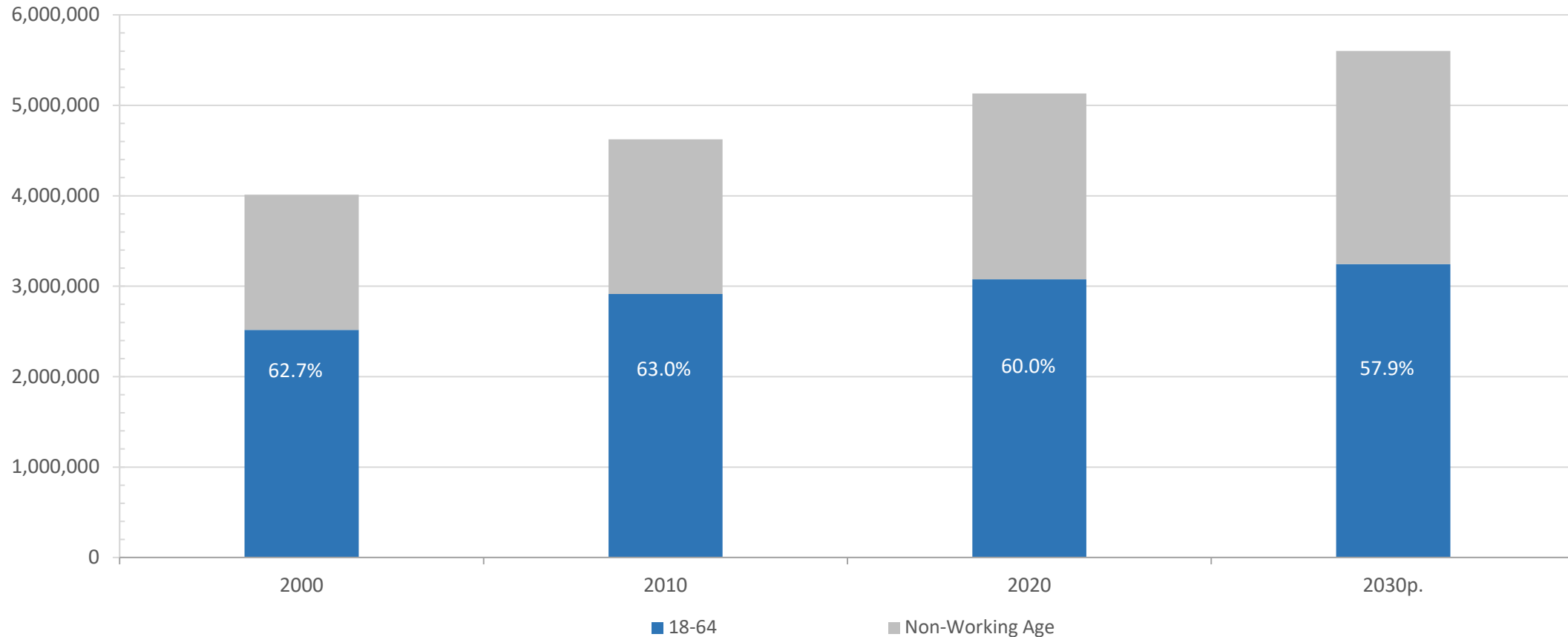
Data Source: S.C. Department of Education, 135-day ADM counts; S.C. RFA FY 2023-24 estimates. Source: S.C. Revenue and Fiscal Affairs Office - 301 - 7/25/23



SC Workforce Population, Age 18 - 64

The workforce age population is expected to comprise a smaller percentage of the total SC population; employers may be faced with more demand for goods and services but a smaller pool of workers

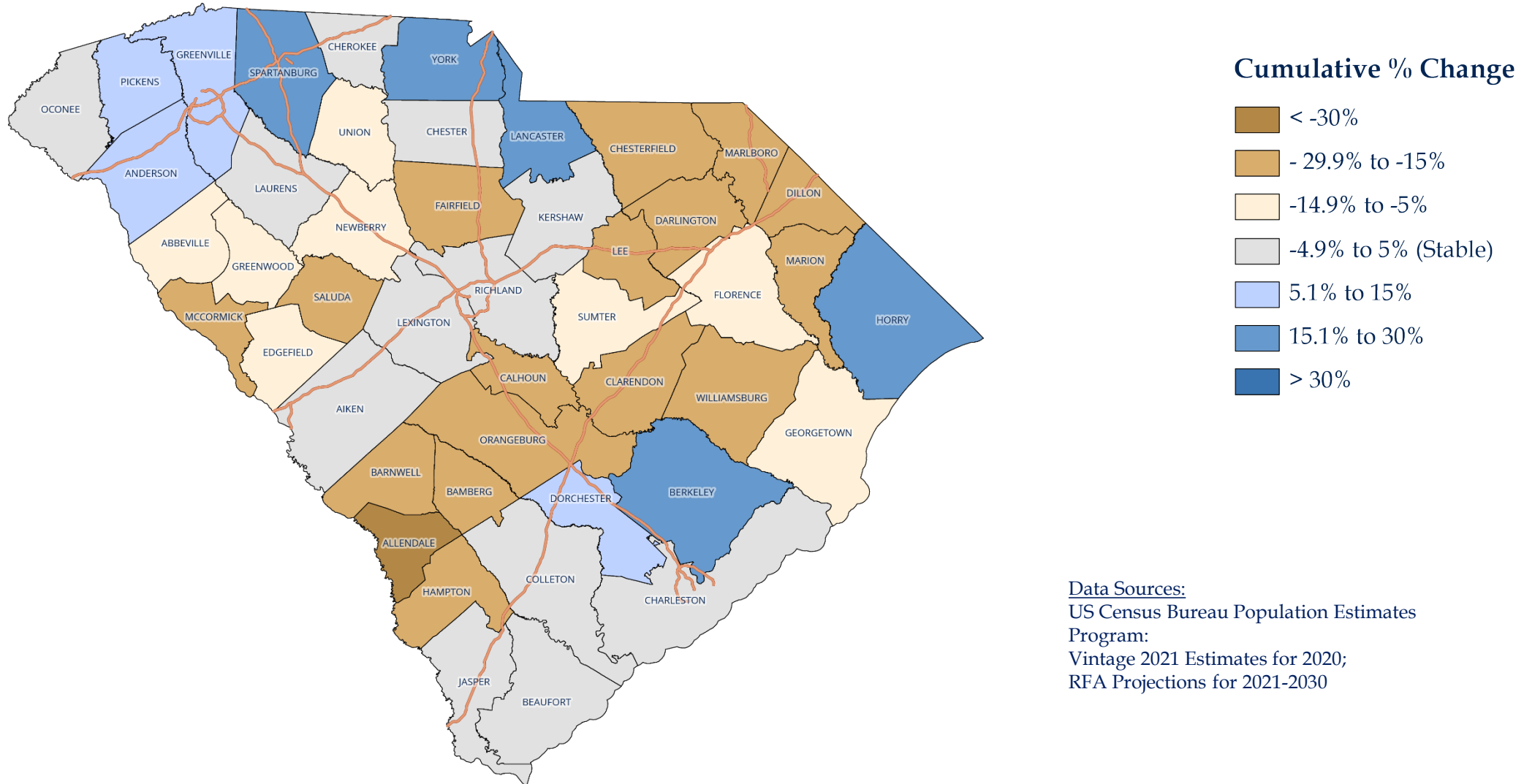
WORKING AGE VS TOTAL POPULATION



Source: US Census Bureau, Estimates, Projections by S.C. Revenue and Fiscal Affairs

SC Estimated Workforce Age (18 – 64) Population, 2020 – 2030

Nine counties are projected to increase in this age group



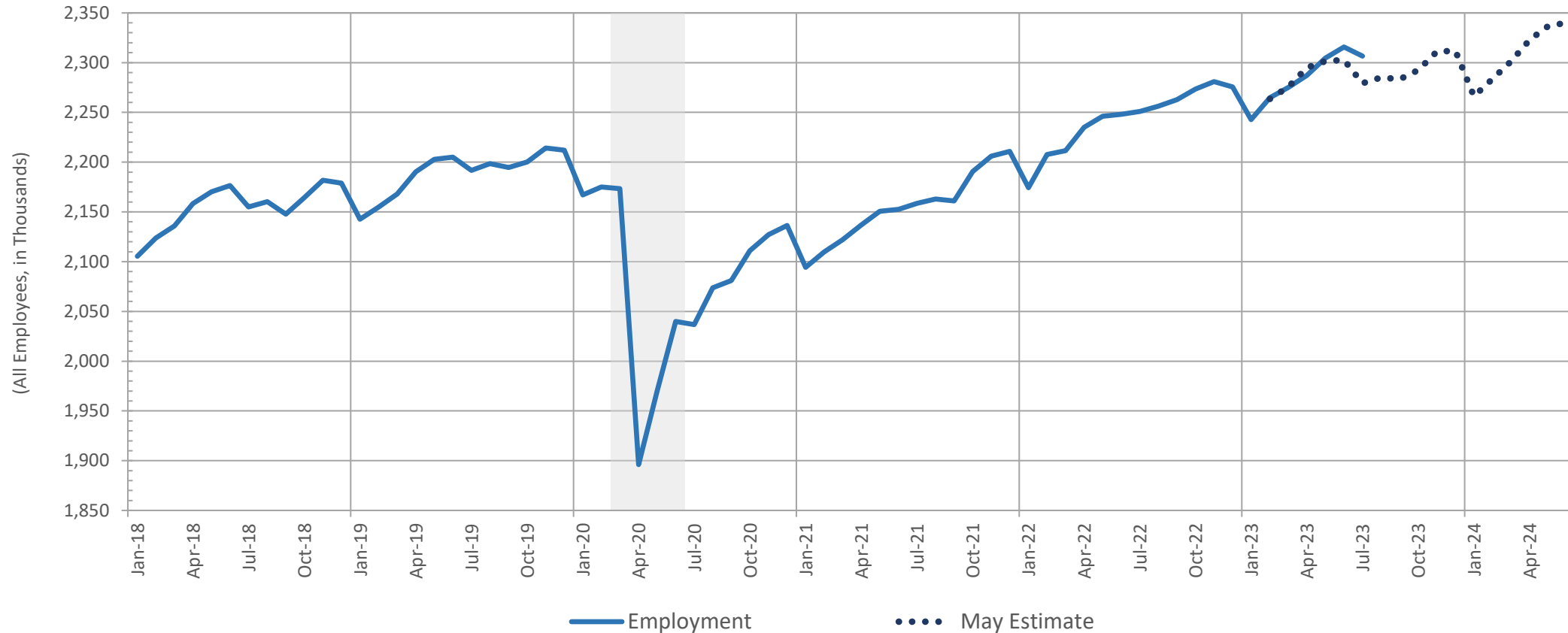
Data Sources:
 US Census Bureau Population Estimates
 Program:
 Vintage 2021 Estimates for 2020;
 RFA Projections for 2021-2030

South Carolina Employment

Employment growth has exceeded expectations in recent months

TOTAL NONFARM EMPLOYMENT IN SOUTH CAROLINA

Not Seasonally Adjusted



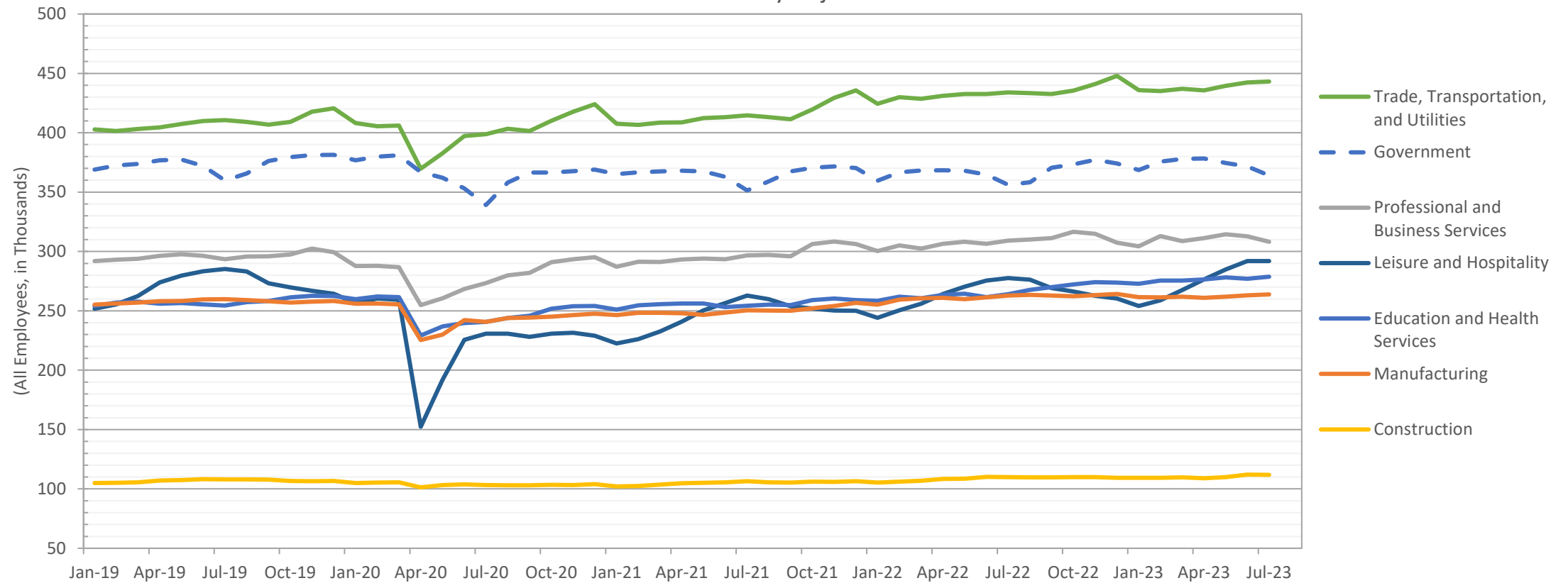
Source: U.S. Department of Labor, Bureau of Labor Statistics 60-RFA/lhj/8/30/23



South Carolina Employment

Government employment is the only sector that has not recovered to pre-pandemic levels

SOUTH CAROLINA EMPLOYMENT BY INDUSTRY SECTOR
Not Seasonally Adjusted



Source: U.S. Department of Labor, Bureau of Labor Statistics, Not Seasonally Adjusted 325-RFA/kav/09/01/2023

Unemployed Persons Per Job Opening

The US labor market remains at historic levels of tightness as employers compete over a smaller pool of potential workers; SC's labor market is even tighter

UNEMPLOYED PERSONS PER JOB OPENING
United States Seasonally Adjusted; South Carolina Non-Seasonally Adjusted



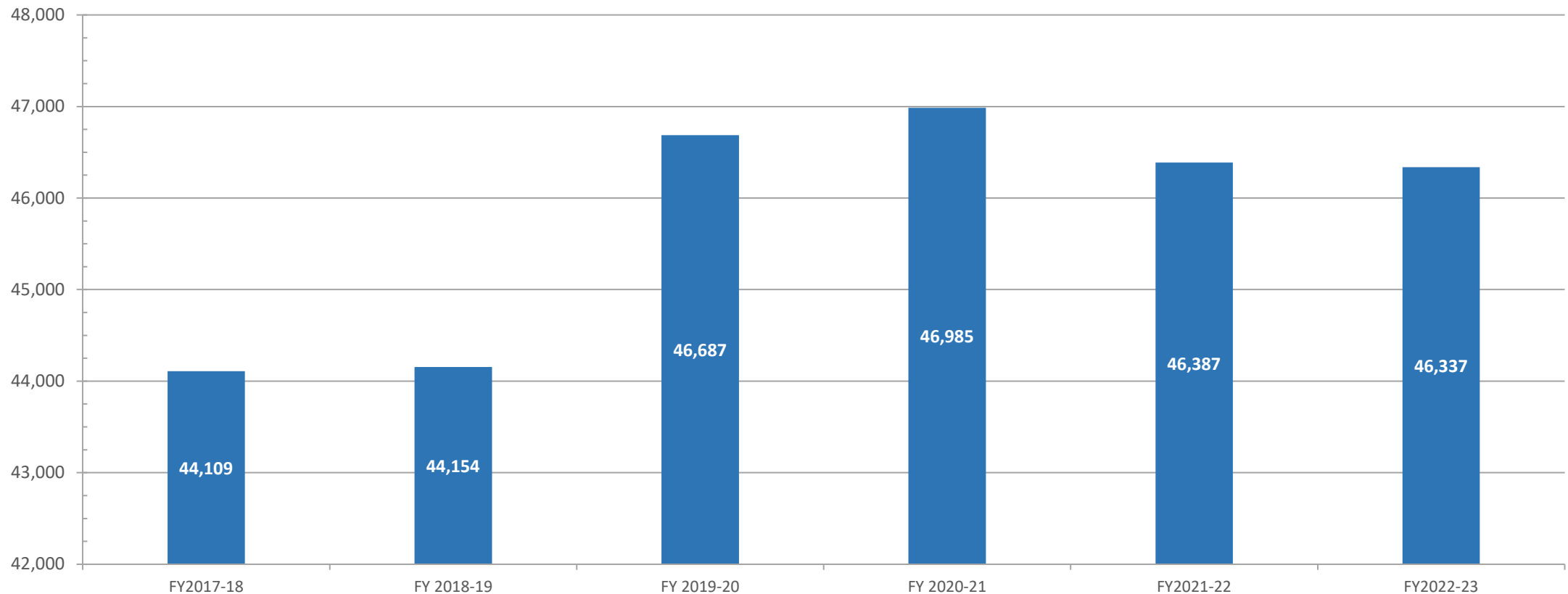
Source: U.S. Bureau of Labor Statistics, CPS and JOLTS; 259A - RFA/kav/09/05/2023



SC Classroom Teachers

The number of classroom teachers has declined since FY 2020-21

NUMBER OF PUBLIC SCHOOL CLASSROOM TEACHERS - FY 2017-18 TO FY 2022-23



Note: Includes regular and charter districts. A "teacher" is defined as any person who is employed either full-time by any school district either to teach or to supervise teaching. Teacher position codes: 03 (special education-itinerant teacher), 04 (child development teacher), 05 (kindergarten teacher), 06 (special education-self-contained), 07 (special education-resource), 08 (classroom teacher), 17 (speech therapist), and 46 (purchased-services teachers).

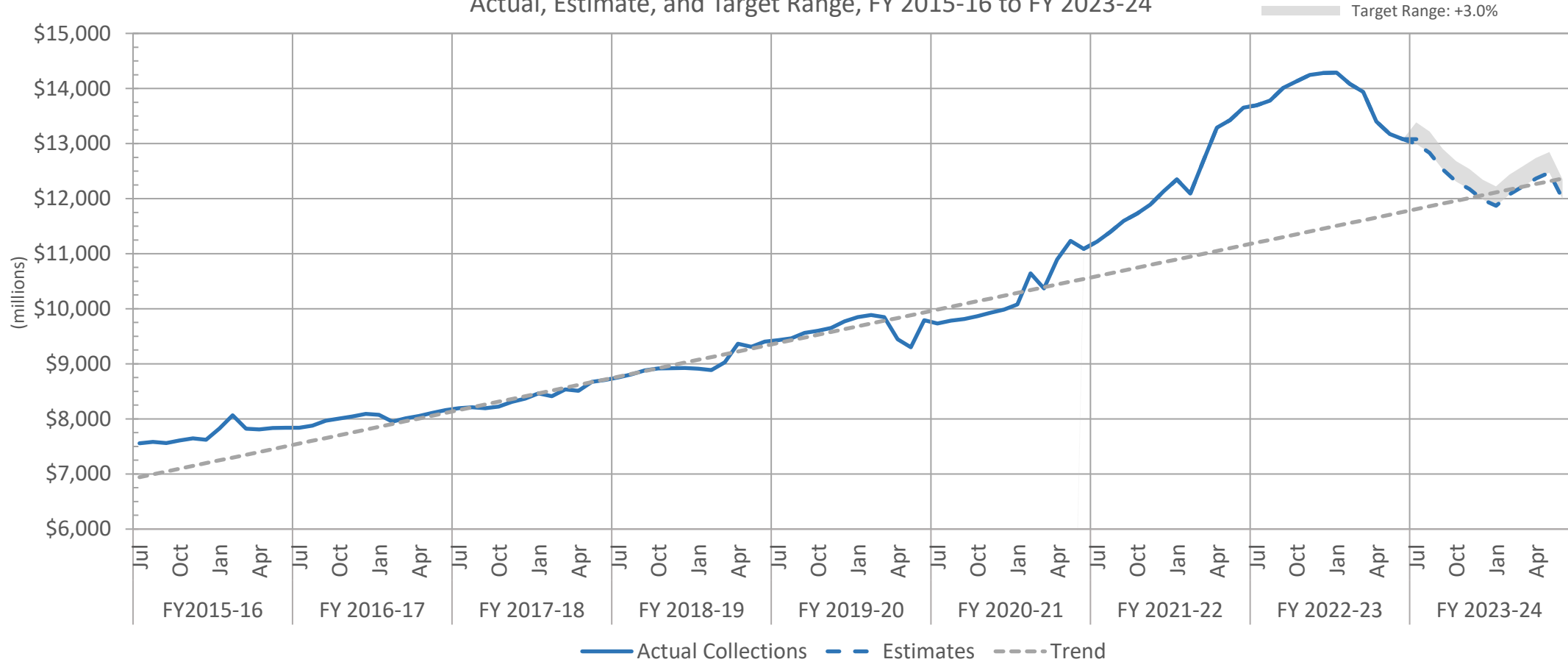
Data Source: S.C. Department of Education, Average Teacher Salary by District Report, <https://ed.sc.gov/data/other/Teacher-Data/SCRFA-303-09/05/2023>



General Fund Revenue

FY 22 and FY 23 were well above the long-term trend

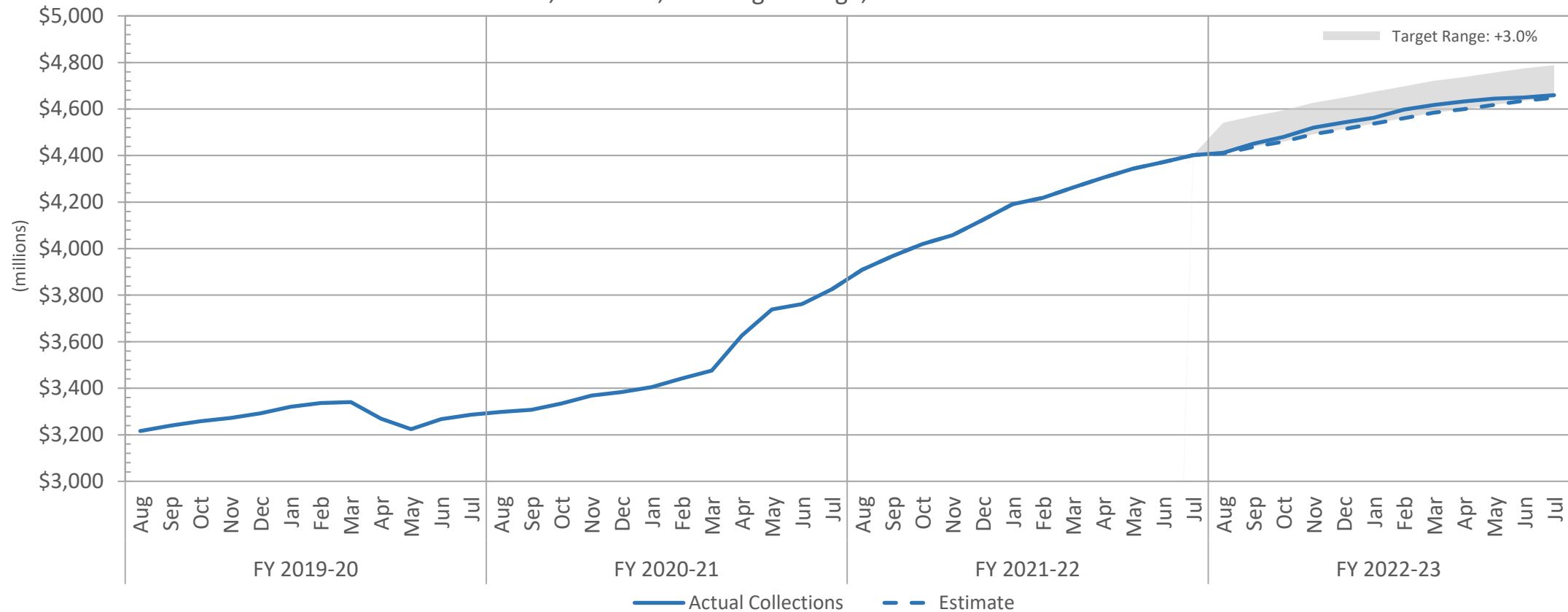
ROLLING FISCAL YEAR - GENERAL FUND
Actual, Estimate, and Target Range, FY 2015-16 to FY 2023-24



Sales Tax– Actuals vs. Estimates

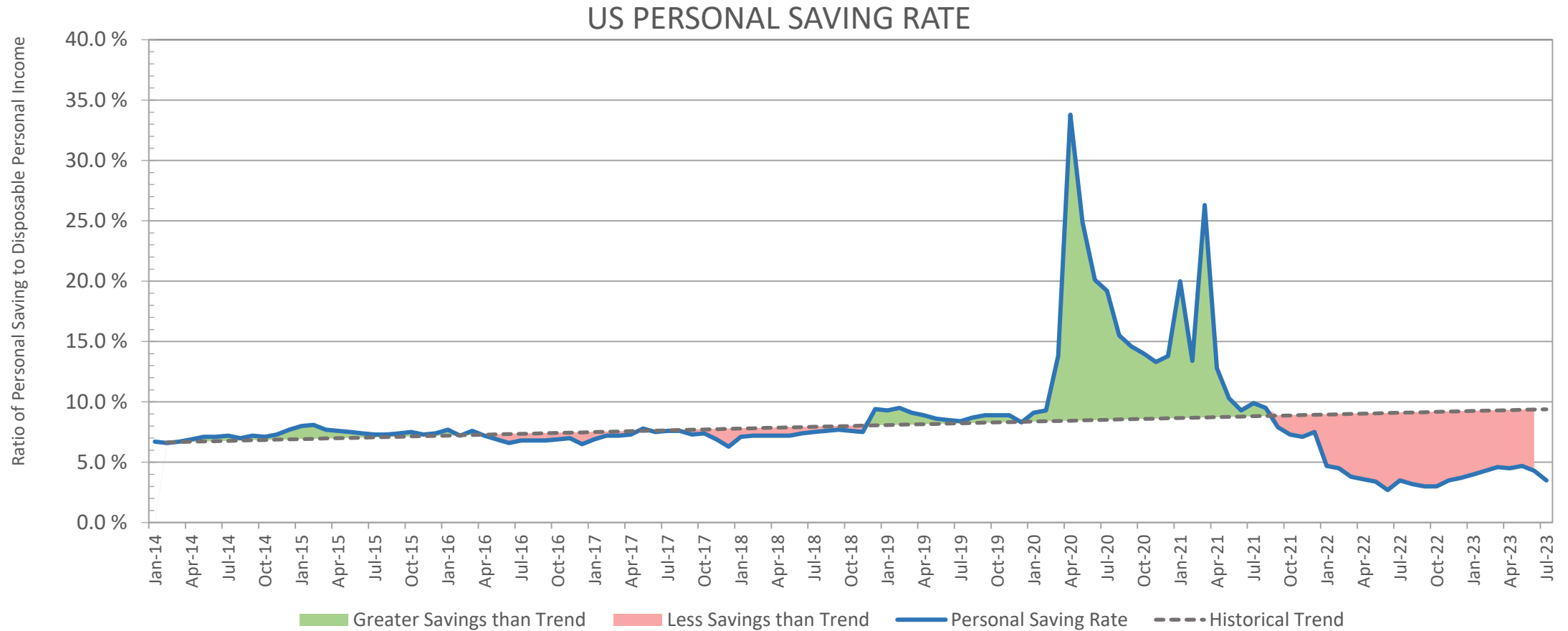
Revenues ended \$10.9 million above the estimate for FY 2022-23, growing at 5.9% compared to 5.6% estimated

ROLLING FISCAL YEAR - SALES TAX
Actual, Estimate, and Target Range, FY 2019-20 to FY 2022-23



Personal Savings Rate

Overall, the personal savings rate has dropped below the pre-COVID trend following the stimulus impact; sales tax growth is likely to slow if consumers start to save more



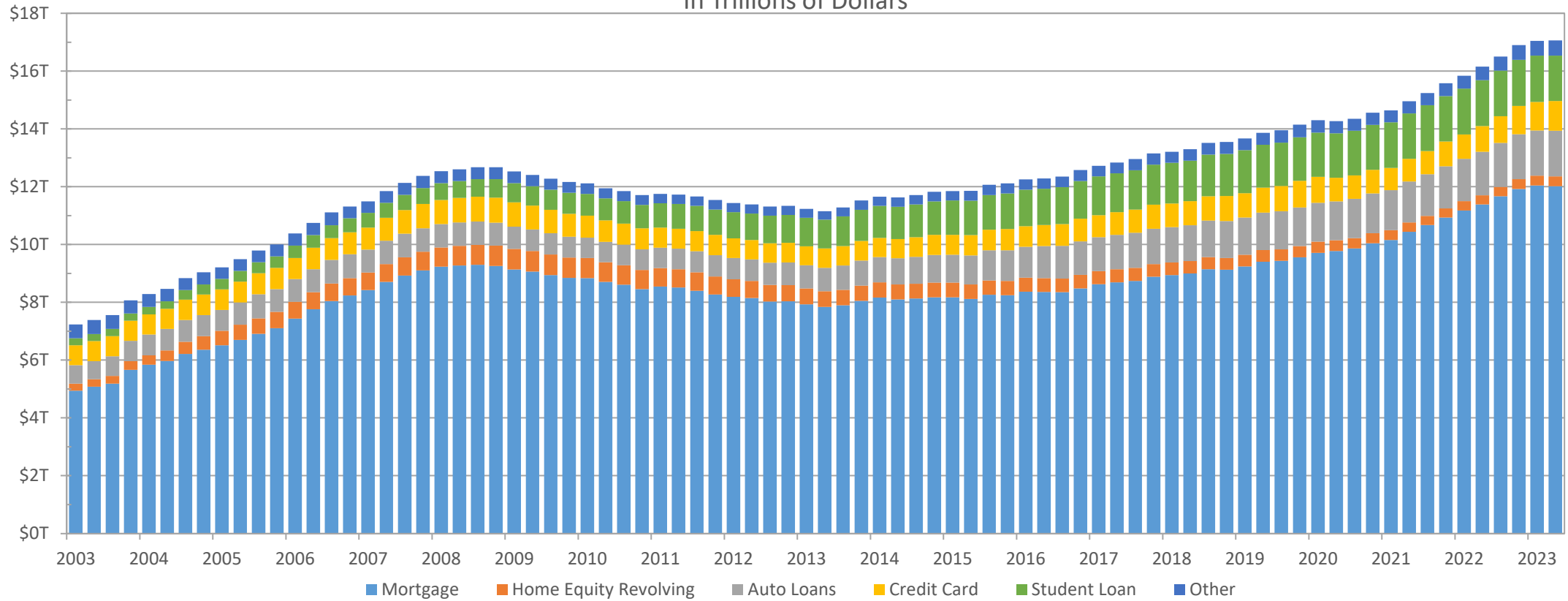
Source: U.S. Bureau of Economic Analysis, Personal Saving Rate [PSAVERT], retrieved from FRED, Federal Reserve Bank of St. Louis; 331-RFA/kav/9/1/2023

Household Debt

Student debt has gone from \$994 billion to \$1.57 trillion in the past ten years, but has remained around 9% of total debt

US HOUSEHOLD DEBT BALANCE BY TYPE

In Trillions of Dollars

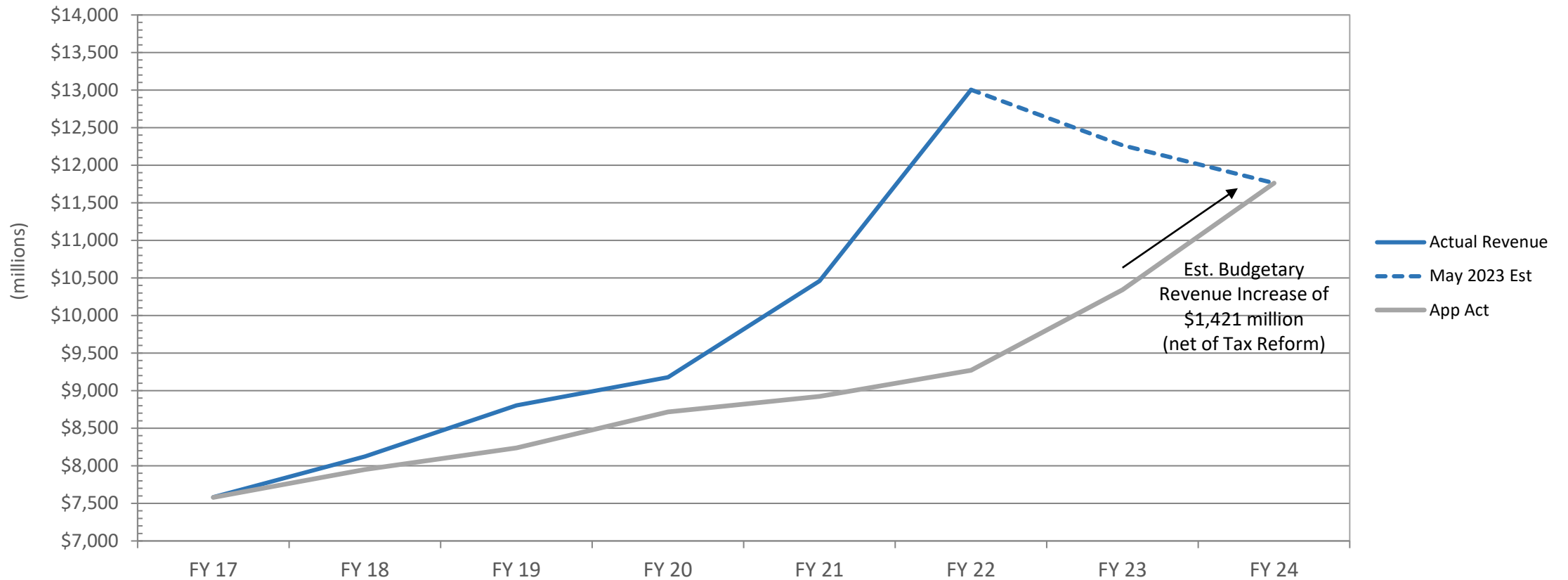


Source: Federal Reserve Bank of New York and Equifax kav/9/01/2023

FY 2023-24 General Fund Appropriations - May 2023

Even with an expected decline in revenues, the base budget is still playing “catch-up”

FY 2023-24 BUDGET OUTLOOK, MAY 2023

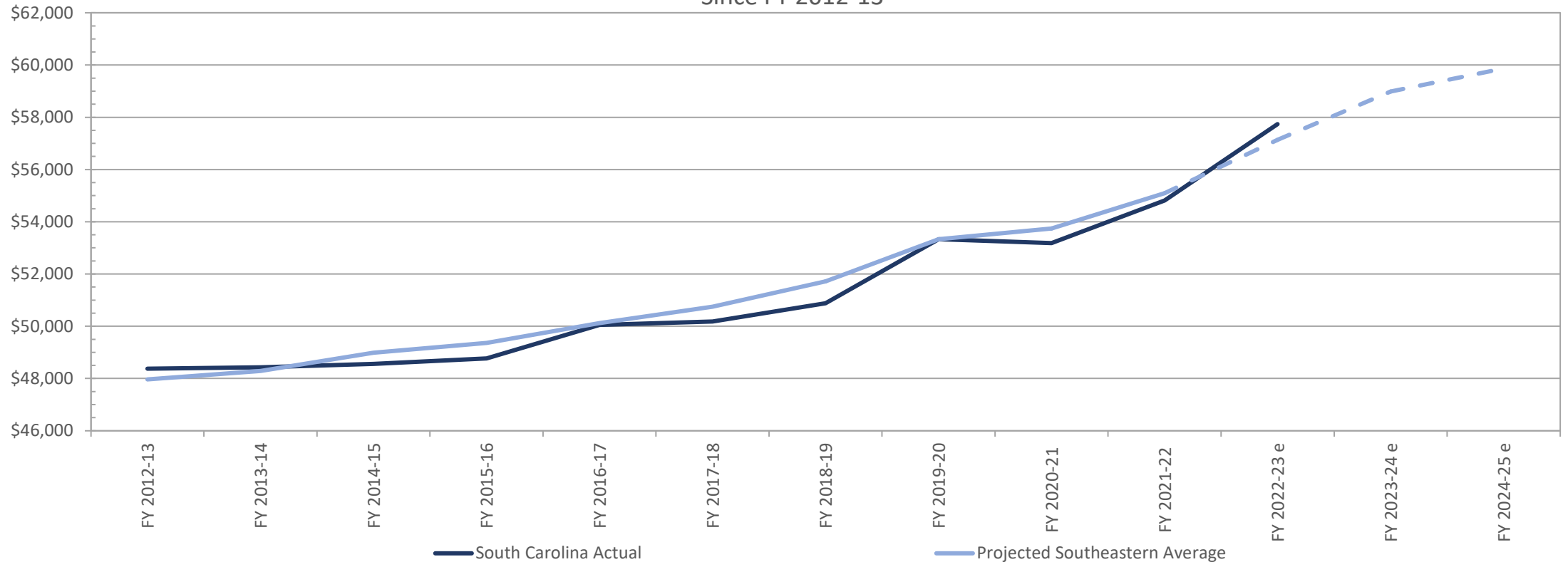


Note: Includes incremental income tax rate reduction for tax year 2023

Teacher Salaries

The actual SC average teacher salary for FY 2022-23 of \$57,737 is about \$600 above the projected SE average

SOUTH CAROLINA AND SOUTHEASTERN AVERAGE TEACHER SALARY
Since FY 2012-13



Data Source: S.C. Department of Education, actual S.C. teacher salary; S.C. Revenue and Fiscal Affairs Office, Southeastern average salary estimates
S.C. Revenue and Fiscal Affairs - 301 - 9/01/2023



Education Dashboard Preview



Questions

