

# 2019-2020 Draft Budget April Update



April 9, 2019



# Preliminary Reminders



Preliminary Deficit: \$1,315,144



Act 1 Index: 3.1% or \$854,652



Board Policy 623 requires a minimum 5% fund balance.

# 2019-2020 Preliminary Fund Balance Status

|   |           |              |
|---|-----------|--------------|
| Unreserved Fund Balance   | 6/30/2018 | \$ 2,804,741 |
| Projected Fund Balance Usage  | 2018-2019 | \$ (129,371) |
| Projected Unreserved Fund Balance   | 6/30/2019 | \$ 2,675,370 |
| <b>Unreserved Fund Balance expressed as % of 2019-2020 budget</b>               |           | <b>5.59%</b> |
| 5% minimum fund balance per board policy  |           | \$ 2,392,384 |
|   |           |              |
| Retirement Stabilization Fund Balance   | 6/30/2018 | \$ 2,044,819 |
| Projected Retirement Fund Balance Usage   | 2018-2019 | \$ (300,000) |
| Projected Retirement Fund Balance   | 6/30/2019 | \$ 1,744,819 |
| <b>Retirement Stabilization Fund Balance expressed as % of 2019-2020 budget</b> |           | <b>3.65%</b> |

# 2019-2020 Draft Budget

|  |    |            | % Change<br>from 18-19 |
|--|----|------------|------------------------|
| Proposed Expenditures  | \$ | 47,847,697 | 3.47%                  |
| Proposed Revenues <small>(includes proposed increase in state funding)</small> | \$ | 46,700,420 | 1.92%                  |
| Additional Funding Needed:   | \$ | 1,147,277  |                        |
| <i>Yield of one mill of real estate taxes:</i>                                 | \$ | 829,759    |                        |
|  |    |            |                        |
| Millage 2018-2019  |    |            | 33.11                  |
|  |    |            |                        |
| State Allowable Index (without exceptions)                                     | \$ | 854,652    | 1.03 3.1%              |

# Expenditure Changes from Preliminary to Draft

|                                 |   |           |                   |
|---------------------------------|---|-----------|-------------------|
| <b>Preliminary Budget Total</b> |   |           | <b>47,725,803</b> |
| Salary/Benefits                 | Retirements/Resignations  | (243,144) | 47,528,037        |
| Building/Department Changes     |   | (49,447)  | 47,478,590        |
| Charter School Tuition          | Budget adjustment for virtual   | (35,000)  | 47,443,590        |
| New positon - 1 Act 93 FTE      |  Director of Curriculum & Assessment | 143,977   | 47,587,567        |
| New positon - 1 FEA FTE         |  Elementary Guidance Counselor       | 94,090    | 47,681,657        |
| New positon - 1 FEA FTE         |  Elementary Intervention Specialist | 83,923    | 47,765,580        |
| New position - 1 Support FTE    |  Security at Willow Creek          | 45,404    | 47,810,984        |
| New positon - .5 Support FTE    |  PT IT Technician                  | 22,691    | 47,833,675        |
| New Student Information System  | Mid Year change   | 59,400    | 47,893,075        |
| <b>Draft Budget Totals</b>      |   |           | <b>47,847,697</b> |

# Position Comparison from 18-19 to 19-20

| Employee Type   | 2018-2019 FTE Count | 2019-2020 FTE Count |
|-----------------|---------------------|---------------------|
| Administration  | 16.5                | 17.5                |
| Teachers        | 202.1               | 204.1               |
| Support Staff   | 128.7               | 129.9               |
|                 |                     |                     |
| Total FTE Count | 347.3               | 351.5               |

| Changes per Employee Type | Position Title                      | FTE Effect |
|---------------------------|-------------------------------------|------------|
| Administration            | Director of Curriculum & Assessment | +1         |
| Teachers                  | Elementary Guidance                 | +1         |
|                           | Elementary Intervention Specialist  | +1         |
| Support Staff             | Increase IT Technician              | +.5        |
|                           | Security                            | +1         |
|                           | PT Clerical Aide                    | -.3        |

# Revenue Changes from Preliminary to Draft

|                                 |                                |                |                   |
|---------------------------------|--------------------------------|----------------|-------------------|
| <b>Preliminary Budget Total</b> |                                |                | <b>46,410,659</b> |
| Real Estate Taxes               | Adjustment for interims        | 37,630         | 46,448,289        |
| Transfer Tax                    | Adjustment based on trends     | 25,000         | 46,473,289        |
| Earned Income Tax               | Adjustment based on trends     | 5,000          | 46,478,289        |
| Athletic Passes                 | Adjustment based on trends     | 500            | 46,478,789        |
| IDEA Federal Funding            | Increase in funding            | 3,000          | 46,481,789        |
| Basic Education Funding         | Proposed Governor's budget     | 149,785        | 46,631,574        |
| Special Ed Funding              | Proposed Governor's budget     | 28,348         | 46,659,922        |
| Transportation Subsidy          | Adjusted based on projections  | 65,000         | 46,724,922        |
| Social Security Subsidy         | Adjusted due to salary changes | 4,492          | 46,729,414        |
| Retirement Subsidy              | Adjusted due to salary changes | (28,994)       | 46,700,420        |
| <b>Draft Budget Totals</b>      |                                | <b>289,761</b> | <b>46,700,420</b> |

# Budget Changes with Potential Closure of Richmond

| Draft Budget Including Maintenance of Current Elementary Configuration |              |
|--|--------------|
| Total Expenditure Budget   | \$47,847,697 |
| Total Revenue Budget   | \$46,700,420 |
| Use of RSFB per past practice  | (\$300,000)  |
| Budgetary Deficit  | 847,277      |

| Draft Budget Including Closure of Richmond Elementary |              |
|---|--------------|
| Total Expenditure Budget                              | \$47,182,246 |
| Total Revenue Budget                                  | \$46,700,420 |
| Use of RSFB per past practice                         | (\$300,000)  |
| Budgetary Deficit                                     | \$181,826    |

| Budgetary Reductions from RE Closure                                | Expenditure Change |
|---|--------------------|
| Personnel Reductions through attrition/elimination of new positions | (\$609,451)        |
| Operational Savings   | (\$56,000)         |



**A LOOK**  
*at the*  
**BUDGET**  
April 9, 2019



# Budgetary Timeline

| Date          |   |
|---------------|---|
| May 7, 2019   | Board reviews proposed final budget in preparation for vote.  |
| May 14, 2019  | Board votes on closure of Richmond Elementary   |
|               | Board votes on proposed final budget and authorizes administration to make the budget available for public inspection                             |
| June 11, 2019 | Board reviews final budget in preparation for vote.   |
| June 18, 2019 | Board votes on final budget, sets tax rate and homestead/farmstead exclusion, and authorizes submission of the budget to Department of Education. |

